

This policy is issued by: AMERICAN INTERNATIONAL SOUTH INSURANCE COMPANY
70 PINE STREET
NEW YORK, NY 10270

PART 2

DECLARATIONS

Policy Number AV 3789913-01

Previous Policy Number NEW

This page with "Policy Provisions -- Part 1" Form CAV01 (1/01) and all endorsements attached hereto completes this numbered aviation **physical damage** and liability policy, issued by the company as indicated above (hereinafter called the Company).

ITEM 1. NAMED INSURED THE STATE OF GEORGIA

ADDRESS DEPT. OF ADMINISTRATIVE SERVICES
200 PIEDMONT AVENUE, SUITE 1208
ATLANTA, GA 30334

ITEM 2. Policy Period: From JULY 1, 2008 to JULY 1, 2009 12:01 A.M. Standard Time at the address in Item 1. The insurance afforded is only with respect to such and so many of the following coverages as are indicated by specified premium charge or charges. The limit of the Company's liability against such coverage shall be as stated herein, subject to all of the terms of this policy having reference thereto. If more than one **aircraft** is insured hereunder, the terms of this policy shall apply separately to each.

ITEM 3. Liability Coverages		LIMITS OF LIABILITY		LIABILITY PREMIUMS
		EACH PERSON	EACH OCCURRENCE	
A. Bodily Injury -- excluding Passengers		\$	\$	\$
B. Property Damage		X X X X		
C. Passenger Liability				
D. Single Limit -- IN cluding Passengers with Passenger Liability limited internally to:		X X X X	25,000,000.	
E. Medical Expense -- IN cluding Crew AS PER WAR LIAB AVN52E		NOT APPLICABLE	X X X X	230,278.
				INCLUDED
				INCLUDED
		LIAB. TOTAL \$		230,278.

ITEM 4. Description of Aircraft and Physical Damage Coverage hereunder:							DEDUCTIBLES		
F.A.A. CERT. NO.	MAKE AND MODEL	YEAR BUILT	SEATS		INSURED VALUE	PHYSICAL DAMAGE COV.	PHYSICAL DAMAGE PREMIUMS	NOT IN MOTION	IN MOTION, INGESTION, OR MOORING
			crew	pass					
-----	AS ENDORSED	----	---	---	\$ -----	--	\$ 343,413.	\$ -----	\$ -----
	AS PER WAR HULL AV456								

PHYSICAL DAMAGE Coverage Identified	G. All Risks: Not In Flight.	PHYSICAL DAMAGE TOTAL \$ 343,413. \$	POLICY PREMIUM 573,691.
F. All Risks: Ground & Flight.	H. All Risks: Not In Motion.		

ITEM 5. When in flight the aircraft will be operated only by pilots meeting the requirements endorsed in this policy.

ITEM 6. The aircraft will be used only for the purposes indicated by "X" below (see Definitions).

☐ "PLEASURE AND BUSINESS" ☐ "CHARTER/AIR" ☐ "COMMERCIAL" ☒ AS ENDORSED HEREON

ITEM 7. The Named Insured is and shall remain the sole owner of the aircraft and the aircraft is not subject to any encumbrance other than as indicated herein.

Endorsements and forms forming a part of this policy on its effective date:

CAV01(1/99); AV110, AV347, AV122, AV26, AV98, AV100, AV108, AV71, AV29, AV34, AV554, AV16, AV12, AV27, AVN48B, UE1066, AVN52E, AV456, AV882, AVN46B, AVN38B, 52138, AVN2000A, UE857

Producer MARSH USA, INC.
M00170 3475 PIEDMONT ROAD, N.E., ATLANTA, GA 30305

Countersigned _____

At _____

By _____

Approved By 
(Authorized Representative)

Date of Issue July 11, 2008 (NJM)

AMERICAN INTERNATIONAL SOUTH INSURANCE COMPANY
70 PINE STREET
NEW YORK, NY 10270

AVIATION POLICY

Policy Provisions - Part 1 - Form CAV010 (1/01)

The Company as shown in Part 2 - Declarations (hereinafter called the Company), in consideration of the payment of the premium, in reliance upon the statements of the Declarations made a part hereof, subject to all of the terms of this policy including the applicable limits of liability, the Company agrees with the **Named Insured** with respect to those coverages indicated in Items 3 and 4 of the Declarations.

INSURING AGREEMENTS

I. LIABILITY COVERAGES

Coverage A - Bodily Injury Liability Excluding Passengers (including any and all **related claims**) - To pay on behalf of the **Insured** all sums which the **Insured** shall become legally obligated to pay as damages because of **bodily injury** sustained by any person excluding any **passenger**,

Coverage B - Property Damage Liability - To pay on behalf of the **Insured** all sums which the **Insured** shall become legally obligated to pay as damages because of **property damage**,

Coverage C - Passenger Bodily Injury Liability (including any and all **related claims**) - To pay on behalf of the **Insured** all sums which the **Insured** shall become legally obligated to pay as damages because of **bodily injury** sustained by any **passenger**,

Coverage D - Single Limit Bodily Injury and Property Damage Liability (including any and all **related claims**) - To pay on behalf of the **Insured** all sums which the **Insured** shall become legally obligated to pay as damages because of **bodily injury** sustained by any person (excluding any **passenger** unless the words "including **passengers**" appear in Item 3 of the Declarations) and **property damage**,

caused by an **occurrence** and arising out of the ownership, maintenance or use of the **aircraft**; or, only with respect to Coverages A, B, and D, caused by an **occurrence** and arising out of the maintenance or use of the **premises** in or upon which the **aircraft** is stored.

II. MEDICAL EXPENSE COVERAGE

Coverage E - Medical Expense - To pay all reasonable **medical expense** incurred within one year from the date of injury, to or for each **passenger** (excluding any **crew** unless the words "including **crew**" appear in Item 3 of the Declarations) who sustains **bodily injury** caused by an **occurrence**, provided the **aircraft** is being used by or with the permission of the **Named Insured**.

III. PHYSICAL DAMAGE COVERAGES

Coverage F - All Risk Basis - To pay for any **physical damage loss** to the **aircraft**, including **disappearance** of the **aircraft**.

Coverage G - All Risk Basis Not in Flight - To pay for any **physical damage loss** to the **aircraft** sustained while the **aircraft** is not **in flight** and which is not the result of fire or explosion following crash or collision while the **aircraft** was **in flight**.

Coverage H - All Risk Basis Not in Motion - To pay for any **physical damage loss** to the **aircraft** sustained while the **aircraft** is not **in motion** and which is not the result of fire or explosion following crash or collision while the **aircraft** was **in motion**.

IV. **DEFENSE, SETTLEMENT AND SUPPLEMENTARY PAYMENTS**

Coverages A, B, C, and D

The Company shall have the right and duty to defend any suit against the **Insured** seeking damages on account of such **bodily injury** or **property damage**, even if any of the allegations of the suit are groundless, false or fraudulent, and may make such investigation and settlement of any claim or suit as it deems expedient, but the Company shall not be obligated to pay any claim or judgment or to defend any suit after the applicable limit of the Company's liability has been exhausted by payment of judgments or settlements.

During such time as the Company is obligated to defend a claim or claims under the provisions of the preceding paragraph, the Company will pay with respect to such claim, in addition to the applicable limit of liability:

- (a) all expenses incurred by the Company, all costs taxed against the **Insured** in any suit defended by the Company and all interest on the entire amount of any judgment therein which accrues after entry of the judgment and before the Company has paid or tendered or deposited in court that part of the judgment which does not exceed the limit of the Company's liability thereon;
- (b) premiums on appeal bonds required in any such suit, premiums on bonds to release attachments in any such suit for an amount not in excess of the applicable limit of liability of this policy, and the cost of bail bonds required of the **Insured** because of an **occurrence** or violation of law or a regulation for civil aviation arising out of the use of the **aircraft**, not to exceed \$1,000. per bail bond, but the Company shall have no obligation to apply for or furnish any such bonds;
- (c) expenses incurred by the **Insured** for first aid to others at the time of an accident, for **bodily injury** to which this policy applies;
- (d) all reasonable expenses incurred by the **Insured** at the Company's request to assist the Company in the investigation or defense of the claim or suit, including actual loss of earnings up to \$100. a day because of time off from work.

V. **UNITED STATES ARMY, NAVY AND AIR FORCE INSURANCE REQUIREMENTS**

Coverages A, B, C, and D

If the **Aviation Managers** issue a Civil Aircraft Certificate of Insurance Form DD 2400, or any replacement thereof, as required by regulations of the U. S. Army, Navy or Air Force, then the insurance policy provisions required by the regulations shall be deemed to be incorporated herein and substituted for any policy provisions inconsistent therewith.

VI. **POLICY PERIOD, TERRITORY**

All Coverages

This policy applies only to **bodily injury** or **property damage** which occurs, and to **physical damage losses** to the **aircraft** which are sustained during the policy period, while the **aircraft** is within the United States of America, Canada, Mexico, the Bahamas and the Caribbean Islands or enroute between points therein.

VII. TWO OR MORE AIRCRAFT

All Coverages

Except with respect to any Aggregate Limit(s) of Liability, when two or more **aircraft** are insured under this policy, the terms of this policy shall apply separately to each.

SPECIAL INSURING AGREEMENTS

(APPLICABLE ONLY IF THE PURPOSE OF USE SHOWN IN ITEM 6 IS LIMITED TO PLEASURE AND BUSINESS)

I. TEMPORARY USE OF SUBSTITUTE AIRCRAFT

Coverages A, B, C, D and E

While the **aircraft** described in Item 4 of the Declarations is withdrawn from normal use because of its breakdown, repair, servicing, loss or destruction, such insurance as is afforded under Coverages A, B, C, D and E is extended to apply with respect to the use, by or on behalf of the **Named Insured** of any other **aircraft** not owned in whole or in part by the **Named Insured**, while temporarily used as a substitute therefor.

II. USE OF OTHER AIRCRAFT

Coverages A, B, C, D and E

If the **Named Insured** is one individual or, one individual and spouse, such insurance as is afforded under Coverages A, B, C, D and E with respect to the **aircraft** described in Item 4 of the Declarations, is extended to apply with respect to the use, by or on behalf of the **Named Insured**, of any other **aircraft** not owned in whole or in part by, or furnished for regular use to, such **Named Insured** and spouse. The insurance provided by this agreement shall apply only to the **Named Insured** and spouse.

III. AUTOMATIC INSURANCE FOR NEWLY ACQUIRED AIRCRAFT

All Coverages

If the **Named Insured** acquires ownership of an **aircraft** in addition to or replacement to the **aircraft** described in Item 4 of the Declarations and within thirty (30) days thereafter reports such acquisition to the **Aviation Managers**, then the insurance afforded by this policy shall apply to such additional or replacement **aircraft** as of the time of such acquisition, provided that the Company insured all other **aircraft** owned in whole or in part by the **Named Insured** on such acquisition date. Unless the **Named Insured** and the Company agree otherwise the coverages and limits of liability with respect to said additional or replacement **aircraft** shall be:

(a) As respects Liability Coverage and **Medical Expense** Coverage

- (i) If an additional **aircraft**, the same coverages and limits of liability shall apply as the **aircraft** having the greatest total seating capacity, as described in Item 4 of the Declarations.
- (ii) If a replacement **aircraft**, the same coverages and limits of liability as the **aircraft** being replaced.

(b) As respects **Physical Damage** Coverage

- (i) If an additional **aircraft**, the same coverages, insured value and deductibles shall apply as the **aircraft** having the greatest total seating capacity, as described in Item 4 of the Declarations.
- (ii) If a replacement **aircraft**, the same coverages, insured value and deductibles as the **aircraft** being replaced.

In no event shall the Company be liable for more than the **Named Insured** paid for any newly acquired additional or replacement **aircraft**. The **Named Insured** shall pay any additional premium required because of the application of the insurance to such other **aircraft**.

EXCLUSIONS

This policy does not apply:

1. (a) To any **Insured** while the **aircraft** is **in flight** with the knowledge and consent of such **Insured** or of any executive officer, partner, or managing agent of such **Insured** for any unlawful purpose, or any purpose not so designated in the Declarations.
- (b) To **bodily injury** or **property damage** expected or intended from the standpoint of the **Insured**. This exclusion (b) does not apply to **bodily injury** or **property damage** resulting from the use of reasonable force to protect persons or property, and to **bodily injury** or **property damage** resulting from efforts to prevent dangerous interference with the operation of the **aircraft**.
2. To any **Insured** while the **aircraft** is **in flight** with the knowledge and consent of the **Named Insured**
 - (a) if piloted by other than the pilot or pilots designated in the Declarations; or
 - (b) if the Airworthiness Certificate of the **aircraft** is not in full force and effect.

Exclusion 2. (a) shall not apply while the **aircraft** is under the care, custody or control of a **Federal Aviation Administration (FAA)** approved repair station for the purpose of maintenance, repair or test flights.

Exclusion 2. (b) shall not apply while the **aircraft** is operated on a reposition, ferry or test flight provided a special permit or waiver has been granted by a government aviation authority for such flights and such flights are for the sole purpose of reinstatement or renewal of the Airworthiness Certificate.

3. (a) To **loss** of or destruction of or damage to any property whatsoever or expense whatsoever resulting or arising therefrom or any consequential **loss**
- (b) To any legal liability of whatsoever nature

directly or indirectly caused or contributed to, by or arising from:

- (1) the radioactive, toxic, explosive or other hazardous properties of any explosive nuclear assembly or nuclear component thereof;
- (2) the radioactive properties of, or the combination of radioactive properties with toxic, explosive or other hazardous properties of, any other radioactive material in the course of carriage of cargo, including storage or handling incidental thereto;
- (3) ionizing radiations or contamination by radioactivity from, or the toxic, explosive or other hazardous properties of, any other radioactive source whatsoever.

4. To claims caused by
 - (a) War, invasion, acts of foreign enemies, hostilities (whether war be declared or not), civil war, rebellion, revolution, insurrection, martial law, military or usurped power or attempts at usurpation of power.
 - (b) Any hostile detonation of any weapon of war employing atomic or nuclear fission and/or fusion or other like reaction or radioactive force or matter.
 - (c) Strikes, riots, civil commotions or labor disturbances.

- (d) Any act of one or more person, whether or not agents of a sovereign Power, for political or terrorist purposes and whether the **loss** or damage resulting therefrom is accidental or intentional.
- (e) Any malicious act or act of sabotage.
- (f) Confiscation, nationalization, seizure, restraint, detention, appropriation, requisition for title or use by or under the order of any Government (whether civil, military or de facto) or public or local authority.
- (g) Hi-jacking or any unlawful seizure or wrongful exercise of control of the **aircraft** or **crew in flight** (including any attempt at such seizure or control) made by any person or persons on board the **aircraft** acting without the consent of the **Insured**.

Furthermore this policy does not cover claims arising while the **aircraft** is outside the control of the **Insured** by reason of any of the above perils. The **aircraft** shall be deemed to have been restored to the control of the **Insured** on the safe return of the **aircraft** to the **Insured** at an airfield not excluded by the geographical limits of this policy, and entirely suitable for the operation of the **aircraft** (such safe return shall require that the **aircraft** be parked with engines shut down and under no duress).

5. Under Coverages A, B, C, D and E

- (a) to liability assumed by the **Insured** under any contract or agreement, but this exclusion (a) does not apply to the assumption by the **Named Insured** of the liability of others for **bodily injury** or **property damage** in any written hold harmless agreement required by a military or governmental authority as a prerequisite to the use of an airport or an airport facility;
- (b) to an **Insured** under this policy who is also an **Insured** under a contract of nuclear energy liability insurance issued by the Nuclear Energy Liability Insurance Association or the Mutual Atomic Energy Liability Underwriters and in effect at the time of the **occurrence** resulting in such injury, sickness, disease, death or destruction; provided, such contract of nuclear energy liability insurance shall be deemed to be in effect at the time of such **occurrence** notwithstanding such contract has terminated upon exhaustion of its limit of liability;
- (c) (1) To claims directly or indirectly occasioned by, happening through or in consequence of:
 - (a) noise (whether audible to the human ear or not), vibration, sonic boom and any phenomena associated therewith,
 - (b) pollution and contamination of any kind whatsoever,
 - (c) electrical and electromagnetic interference,
 - (d) interference with the use of property,

unless caused by a crash or collision of **aircraft** or a recorded **in flight** emergency causing abnormal **aircraft** operation.

- 2. With respect to any provision in the policy concerning any duty of the Company to investigate or defend claims, such provision shall not apply and the Company shall not be required to defend:
 - (a) claims excluded by paragraph (c) (1) or
 - (b) a claim or claims covered by the policy when combined with any claims excluded by paragraph (c) (1) referred to below as "Combined Claims."

3. In respect of any Combined Claims, the Company shall (subject to proof of loss and the limits of the policy) reimburse the **Insured** for that portion of the following items, which may be allocated to the claim or claims covered by the policy:

(a) damages awarded against the **Insured** and

(b) defense fees and expenses incurred by the **Insured**.

(d) To claims in respect of death, **bodily injury**, illness or disease to any person or persons and/or damage to or destruction of property caused by or resulting from the application of or use by the **Insured** or his agent of all forms of fertilizers, fungicides, defoliants, herbicides, hormone selective weed killers, pesticides, insecticides and arsenical preparations or compounds or any other forms of chemical.

6. Under Coverages A, C and D

(a) to any obligation for which the **Insured** or any carrier as his insurer may be held liable under any workers' compensation, unemployment compensation or disability benefits law, or under any similar law;

(b) to **bodily injury** to any employee of the **Named Insured** arising out of and in the course of his employment by such **Named Insured**; but this exclusion (b) does not apply to liability assumed by the **Named Insured** under any military or governmental agreement referred to in Exclusion 5. (a) above;

(c) to **bodily injury** or death of any person who is a **Named Insured**.

7. Under Coverages B and D, to **property damage** to property owned, occupied, rented or used by the **Insured** or in the care, custody or control of the **Insured** or as to which the **Insured** is for any purpose exercising physical control or transported by the **Insured**.

8. Under Coverages F, G and H

(a) to **loss** or damage to an **aircraft** due to conversion, embezzlement or secretion by any person or organization with legal right to possession of such **aircraft** under bailment, lease, conditional sale, purchase agreement, mortgage or other legal agreement that governs the use, sale or lease of the **aircraft**, nor for any **loss** or damage during or resulting therefrom. This exclusion does not apply to **loss** or damage to such **aircraft** caused when a renter pilot, renting such **aircraft** pursuant to a rental agreement, converts, embezzles or secretes the **aircraft** while it is in the renter pilot's possession provided the **Named Insured** or the rentor, lessor or owner of the **aircraft** are in no way associated with or a participant in such conversion, embezzlement or secretion and have no prior knowledge thereof and have not acquiesced therein;

(b) to **loss** or damage to tires except where such **loss** or damage is caused by fire, theft, windstorm or vandalism or is the direct result of **physical damage** covered by this policy;

(c) to **loss** or damage which is due and confined to

(1) wear, tear, deterioration, freezing;

(2) any electrical malfunction or failure of any electronic component(s), accessory(ies), or electrically powered equipment;

(3) any mechanical, hydraulic, pneumatic, or structural malfunction or failure,

unless any such **loss** or damage in (1), (2) and (3) is the direct result of other **physical damage** covered by this policy.

Damage resulting from electrical malfunction or failure of an electrical component(s), accessory(ies), or electrically powered equipment is considered breakdown of the entire electrical system containing such electronic component(s), accessory(ies), or electrically powered equipment.

Damage resulting from the breakdown, failure or malfunction of any engine component, accessory or part is considered mechanical breakdown of the entire engine.

(d) to **loss** or damage to turbine aircraft engines and auxiliary power units insured under this policy if such damage is caused by:

(1) foreign objects unless a result of **ingestion**;

(2) heat or temperature change from the operation, attempted operation or shutdown of the engine;

unless any such **loss** or damage is the direct result of other **physical damage** covered by this policy.

LIMIT OF THE COMPANY'S LIABILITY

ALL COVERAGES

(Other Insurance)

Except with respect to insurance afforded by Special Insuring Agreements I and II and to insurance specifically purchased by the **Insured** to apply in excess of this policy, if there is other insurance in the **Insured's** name or otherwise, against **loss**, liability or expense covered by this policy, the Company shall not be liable under this policy for a greater proportion of such **loss**, liability or expense than the applicable limit of the Company's liability bears to the total applicable limit of liability of all valid and collectible insurance against such **loss**, liability or expense. Insurance afforded by Special Insuring Agreements I and II shall be excess insurance over any other valid and collectible insurance available to the **Insured**, either as **Insured** under a policy applicable to the **aircraft** or otherwise and if such other insurance shall have been written through the **Aviation Managers** as primary insurance then the Company's limits of liability under this policy shall be reduced by the applicable limits of such other policy.

COVERAGES A, B, C AND D

(Total Liability)

Regardless of the number of (1) **Insureds** under this policy, (2) persons or organizations who sustain **bodily injury** or **property damage**, (3) claims made or suits brought (related or otherwise) on account of **bodily injury** or **property damage**, or (4) **aircraft** to which this policy applies, the Company's liability is limited as follows:

Coverages A. The total liability of the Company for all damages, including all **related claims** and all damages for care and loss of services, because of **bodily injury** sustained by any person as the result of any one **occurrence** shall not exceed the limit of liability stated in the Declarations as applicable to "each person". Subject to the above provision respecting "each person", the total liability of the Company for all damages, including all **related claims** and all damages for care and loss of services, because of **bodily injury** sustained by two or more persons as the result of any one **occurrence** shall not exceed the limit of liability stated in the Declarations as applicable to "each **occurrence**" and in the aggregate.

Coverage B. The total liability of the Company for all damages because of all **property damage** sustained by one or more persons or organizations as the result of any one **occurrence** shall not exceed the limit of liability stated in the Declarations as applicable to "each **occurrence**" and in the aggregate.

Coverages C. The total liability of the Company for all damages, including all **related claims** and all damages for care and loss of services, because of **bodily injury** sustained by any person as the result of any one **occurrence** shall not exceed the limit of liability stated in the Declarations as applicable to "each person". Subject to the above provision respecting "each person", the total liability of the Company for all damages, including all **related claims** and all damages for care and loss of services, because of **bodily injury** sustained by two or more persons as the result of any one **occurrence** shall not exceed the limit of liability stated in the Declarations as applicable to "each **occurrence**".

Coverage D. The total liability of the Company for all damages, including all **related claims** and all damages for care and loss of services, because of **bodily injury** or **property damage** sustained by one or more persons or organizations as the result of any one **occurrence** shall not exceed the limit of liability stated in the Declarations as applicable to "each **occurrence**" and in the aggregate.

And further provided that if the Declarations are completed to show "**passenger** Liability limited internally to", the total liability of the Company for all damages, including all **related claims** and all damages for care and loss of service because of **bodily injury** to **passengers** and **crew** shall not exceed:

- (a) as respects any one **passenger** or **crew** member, the amount stated in the Declarations as applicable to "each person".
- (b) as respects two or more **passengers** or **crew** members, subject to the above provisions respecting any one **passenger** or **crew** member, the amount stated in the Declarations as applicable to "each person" multiplied by the total number of **passenger** and **crew** seats as stated in Item 4 for the **aircraft** involved, but in no event shall the Company's Liability for all **bodily injury** (including **passenger bodily injury**) and **property damage** exceed the limits stated in the Declarations as applicable to "each **occurrence**".

For the purpose of determining the limit of the Company's liability, all **bodily injury** and **property damage** arising out of continuous or repeated exposure to substantially the same general conditions shall be considered as arising out of one **occurrence**.

COVERAGES A, B, C and D (Severability of Interests)

The insurance afforded applies separately to each **Insured** against whom claim is made or suit is brought, except with respect to the limits of the Company's liability.

COVERAGE E (Total Liability)

The limit of liability stated in the Declarations as applicable to "each person" is the limit of the Company's liability for all expenses incurred by or on behalf of each person who sustains **bodily injury** in any one **occurrence**; the limit of liability stated in the Declarations for Coverage E as applicable to "each **occurrence**" is, subject to the above provision respecting each person, the total limit of the Company's liability for all expenses incurred by or on behalf of two or more persons who sustain **bodily injury** in any one such **occurrence**.

COVERAGES F, G and H (Total Liability)

With respect to **total loss**, the Company will pay the insured value of the **aircraft**, as stated in the Declarations, subject to any applicable deductible.

With respect to **partial loss**, the Company may pay for the least expensive and most reasonable means to repair the **aircraft** or may pay for the **loss** in money, subject to any applicable deductible, as hereinafter provided:

1. if repairs are made by other than the **Named Insured**, the total of the following:
 - (a) cost to repair the damaged property with material of like kind and quality (excluding any charges for overtime);
 - (b) cost of the least expensive and most reasonable method of transporting new and/or damaged parts and/or the damaged **aircraft** to the place of repair and the return of the repaired **aircraft** to the place where the **loss** occurred or the place where the **aircraft** is regularly based, whichever is nearer;
2. if repairs are made by the **Named Insured**, the total of the following:
 - (a) actual cost to the **Insured** of material of like kind and quality;
 - (b) actual wages paid for labor, excluding any overtime;
 - (c) 150% of item (b) in lieu of overhead and supervisory services;
 - (d) cost of the least expensive and most reasonable method of transporting new and/or damaged parts and/or the damaged **aircraft** to the place of repair and the return of the repaired **aircraft** to the place where the **loss** occurred or the place where the **aircraft** is regularly based, whichever is nearer.

With respect to any **partial loss** or **total loss**:

1. the amount due under this policy shall not exceed the amount due were the **loss** payable as a **total loss**;
2. any salvage value remaining shall inure to the benefit of the Company and the **Named Insured** shall provide clear title thereto;
3. any equipment attached to the **aircraft**, even if subsequent to the effective date of coverage, shall be considered a part of the **aircraft**;
4. there shall be no abandonment of any damaged property without the consent of the Company.

If the **loss** is due to theft or **disappearance**, the Company shall have the right to return any found property at any time prior to actual payment of the claim hereunder, with payment for any **physical damage** sustained thereto.

As available, the Company will pay for repair or replacement of like, kind and quality. The Company will not pay excess of like, kind and quality amounts for the cost of betterment.

DEFINITIONS

When appearing in this policy in bold face print:

"Aircraft" means the aircraft described in Item 4 of the Declarations (and when appropriate any aircraft qualifying under the provisions of Special Insuring Agreements I, II or III) including the propulsion system and equipment usually installed in the aircraft (1) while installed in the aircraft, (2) while temporarily removed from the aircraft and (3) while removed from the aircraft for replacement until such time as replacement by a similar item has commenced; also tools and equipment which are specially designed for the aircraft and which are ordinarily carried therein.

"Aviation Managers" mean AIG Aviation, Inc., or any of its subsidiary or affiliated companies, branch offices or authorized representatives.

"Bodily Injury" means bodily injury, sickness, disease or mental anguish sustained by any person which occurs during the policy period, including death at any time resulting therefrom.

"Charter/Air Taxi" means used principally in the business of the **Insured**, including **passenger** or freight carrying for hire or reward and **Pleasure and Business** uses, but excluding instruction of or rental to others.

"Commercial" means used principally in the business of the **Insured**, including student instruction, **passenger** or freight carrying for hire or reward, rental to others for the purpose of **Pleasure and Business** and those uses defined under **Pleasure and Business**.

"Crew" means the pilot-in-command, co-pilot, flight engineer, flight attendant or anyone else who is in, on, or boarding the **aircraft** for assisting in the operation of the **aircraft**.

"Disappearance" means missing **in flight** and not reported for sixty (60) days after commencing a flight.

"Federal Aviation Administration (FAA)" means the duly constituted authority of the United States of America having jurisdiction over civil aviation, or its duly constituted equivalent in any other country.

"In Flight" means, with respect to fixed wing **aircraft**, the time commencing with the actual take-off run of the **aircraft** and continuing thereafter until it has completed its landing run; and if the **aircraft** is a rotorcraft, from the time the rotors start to revolve under power for the purpose of flight until they subsequently cease to revolve after landing; and if the **aircraft** is a balloon, while it is inflated or being inflated or deflated.

"In Motion" means while the **aircraft** is moving under its own power or the momentum generated therefrom or while it is **in flight** and, if the **aircraft** is a rotorcraft, any time that the rotors are rotating or while it is **in flight** and, if the **aircraft** is a glider or balloon, any time it is being transported, towed or while it is **in flight**.

"Ingestion" means damage to **aircraft** turbine engines or turbine auxiliary power units, if a part of the **aircraft**, caused by objects or substances not a part of the engine or its accessories, nor intended to be used in the engine, which occurs during the policy period and is the result of a single incident and of sufficient severity to require (or would require if its severity were known) immediate repair before further use.

"Insured" the unqualified word **"Insured"** wherever used in this policy with respect to Coverages A, B, C and D, includes not only the **Named Insured** but also any person while using or riding in the **aircraft** and any person or organization legally responsible for its use, provided the actual use is with the express permission of the **Named Insured**. Except with respect to the **Named Insured** the provisions of this paragraph do not apply:

- (a) to any employee with respect to **bodily injury**, sickness, disease or death of another employee of the same employer injured in the course of such employment;
- (b) to any person or organization or to any agent or employee thereof (other than any employee of the **Named Insured** while acting in the course of his employment by the **Named Insured**):
 - (1) who manufactures, builds, sells or distributes aircraft, aircraft engines, aircraft components, aircraft accessories or fuel used in aircraft;
 - (2) who is engaged in the operation of an aircraft repair shop, aircraft sales agency, aircraft rental service, aircraft flying school, aircraft management service, aircraft aerial application service, aircraft inspection, appraisal, certification or examination service, commercial flying service, airline, airport, hangar, or pilot training center;
 - (3) who is engaged in the activity of instruction, evaluation, examination or certification of any pilot or **crew** member or prospective pilot or **crew** member;

- (4) who is charging a fee and/or receiving any remuneration or benefit for providing any type of service whatsoever in connection with the ownership, maintenance or use of any insured **aircraft**;
- (c) to any person or organization operating the **aircraft** under the terms of any rental agreement or training program which provides any remuneration to the **Named Insured** for the use of said **aircraft**;
- (d) to the owner or lessor, or any agent or employee thereof, of any **aircraft** which is the subject of the extended insurance provisions of Special Insuring Agreements.

"Loss" means **physical damage**.

"Medical Expense" means expenses for necessary medical, surgical, x-ray or dental services, including prosthetic devices, and necessary ambulance, hospital professional nursing and funeral services.

"Mooring" shall mean, while on water, a water alighting **aircraft** is anchored or moored, or during launching onto or hauling up therefrom (except under its own power or momentum).

"Named Insured" means the person or organization named in Item 1 of the Declarations.

"Occurrence" means an accident, including continuous or repeated exposure to conditions, which results in **bodily injury** or **property damage** during the policy period neither expected nor intended from the standpoint of the **Insured**. In the event of continuing or progressively deteriorating damage over any length of time, such damage shall be deemed to be one **occurrence**, and shall be deemed to occur only when such damage first commences.

"Partial Loss" means any **physical damage loss** which is not a **total loss**.

"Passenger" means any person in, on, or boarding the **aircraft** for the purpose of riding or flying therein or alighting therefrom after a flight or attempted flight therein, including **crew** member(s).

"Physical Damage" means direct and accidental physical **loss** of or damage to the **aircraft**, hereinafter called **loss**, but does not include loss of use or any residual depreciation or diminution in value (including loss of guaranty or warranty), if any, after repairs have been made.

"Pleasure and Business" means used in the business of the **Insured** including personal and pleasure uses but excluding any operation for hire or reward. Cost reimbursement shall be included within the definition of **Pleasure and Business** provided that such cost reimbursement is limited to:

- (1) Fuel, oil, lubricants, and other additives
- (2) Travel expenses of the **crew**, including food, lodging, and ground transportation
- (3) Hangar and tie-down costs away from the **aircraft's** base of operation
- (4) Insurance obtained for the specific flight
- (5) Landing fees, airport taxes, and similar assessments
- (6) Customs, foreign permit, and similar fees directly related to the flight
- (7) **In flight** food and beverages
- (8) **Passenger** ground transportation

(9) Flight planning and weather contact services

(10) An additional charge equal to 100% of the expenses listed in subparagraph (1) of this paragraph.

"Premises" means such portions of airports as are designated and used for the parking or storage of **aircraft** exclusive of premises owned by, or leased for more than thirty (30) days to the **Insured**.

"Property Damage", means (a) physical injury to or destruction of tangible property which occurs during the policy period, including loss of use thereof at any time resulting therefrom, or (b) loss of use of tangible property which has not been physically injured or destroyed provided such loss of use is caused by an **occurrence** during the policy period.

"Related Claims" means all claims for care and loss of service, loss of society and consortium, mental anguish, emotional distress, loss of support, medical and funeral expenses, and any and all other damages from or arising out of **bodily injury** to any person or **passenger**. Notwithstanding anything to the contrary in the definition of **bodily injury**, the Company's liability and coverage for damages for both **bodily injury** and **related claims** are included and combined within the "each person" and "each **occurrence**" Limits of Liability specified in the Declarations, as applicable, and there are no separate or additional Limits of Liability for **related claims**.

"Total Loss" means any **physical damage loss** for which the "cost to repair" when added to the "salvage value" (the value of the **aircraft** after **physical damage** and prior to repairs) equals or exceeds the Insured Value of the **aircraft** as set forth in Item 4 of the Declarations. **Disappearance** or theft of the entire **aircraft** shall be considered as a **total loss**.

CONDITIONS

APPLICABLE TO COVERAGES A, B, C AND D (BODILY INJURY AND PROPERTY DAMAGE)

1. ACTION AGAINST THE COMPANY

No person or organization has a right under this policy:

- (a) to join the Company as a party or otherwise bring the Company into a suit asking for damages from an **Insured**;
- (b) to sue on this policy unless all of its terms have been fully complied with.

A person or organization may sue the Company to recover on an agreed settlement or on a final judgment against an **Insured** obtained after an actual trial; but the Company will not be liable for damages that are not payable under the terms of this policy or that are in excess of the applicable limit of insurance. An agreed settlement means a settlement and release of liability signed by the Company, the **Insured** and the claimant or the claimant's legal representative. Service of process may be made upon the **Aviation Managers** on behalf of the Company. However, the Company does not waive its right to commence an action in any court of competent jurisdiction or to seek a transfer to another court as permitted by law.

2. FINANCIAL RESPONSIBILITY

If this policy is certified as proof of insurance under any governmental financial responsibility law applicable to aircraft, the Company will pay the minimum amounts required by that law which do not exceed the limit of liability of this policy. The **Named Insured** agrees to reimburse the Company promptly for any amounts the Company would not have had to pay were it not for this clause.

3. NOTICE OF OCCURRENCE, LOSS, CLAIM OR SUIT

- (a) The **Named Insured** must see to it that the Company or its **Aviation Managers** are promptly notified in writing at the nearest office, whose address is listed on the back of the policy cover, of an **occurrence** that may result in a claim. Notice shall include:
 - (1) particulars sufficient enough to identify the **Insured**;
 - (2) how, when and where the **occurrence** took place;
 - (3) the names and addresses of any injured persons and witnesses.
- (b) If claim is made or suit is brought against the **Insured**, the **Named Insured** must see to it that the Company or its **Aviation Managers** receive prompt written notice of the claim or suit. The **Named Insured** and any other **Insured** involved must:
 - (1) immediately send the **Aviation Managers** copies of any demands, notices, summonses or legal papers received in connection with the claim or suit;
 - (2) authorize the Company or its **Aviation Managers** to obtain records and other information;
 - (3) cooperate with the Company or its **Aviation Managers** in the investigation, settlement or defense of the claim or suit;
 - (4) assist the Company or its **Aviation Managers**, upon the **Aviation Managers'** request, in the enforcement of any right against any person or organization which may be liable to the **Insured** because of injury or damage to which the insurance may also apply.
- (c) No **Insureds** will, except at their own cost, voluntarily make a payment, assume any obligation, or incur any expense, other than for first aid, without the Company or its **Aviation Managers'** consent.

4. SEVERABILITY OF INTEREST

Except with respect to the Limit of the Company's Liability and any rights and duties specifically assigned in this policy to the first **Named Insured**, this insurance applies:

- (a) as if each **Named Insured** were the only **Named Insured**;
- (b) separately to each **Insured** against whom claim is made or suit is brought.

APPLICABLE TO COVERAGE E (MEDICAL EXPENSE)

5. ACTION AGAINST THE COMPANY

No person or organization has the right under this policy to sue on this policy unless all of its terms have been fully complied with and until thirty (30) days after the required proofs of claim have been filed with the Company.

6. MEDICAL REPORTS: PROOF AND PAYMENT OF CLAIM

- (a) The injured person or someone on his or her behalf, as soon as practical after an accident, must give the **Aviation Managers** written proof of claim and if requested by the **Aviation Managers**:

- (1) provide his or her sworn statement under oath;
 - (2) authorize the **Aviation Managers** to obtain medical reports and copies of records;
 - (3) submit to physical examination by a physician selected by the **Aviation Managers**, when and as often as the **Aviation Managers** may reasonably require.
- (b) The Company may pay the injured person or any person or organization rendering the services and such payment:
- (1) shall reduce the amount payable hereunder for the injury;
 - (2) shall not constitute admission of liability by an **Insured**, or the **Aviation Managers**.

APPLICABLE TO COVERAGES F, G, AND H (PHYSICAL DAMAGE)

7. ACTION AGAINST THE COMPANY AND PAYMENT OF LOSS

The Company does not have to pay, and the **Named Insured** does not have the right to sue on this policy, unless all of its terms have been fully complied with and until thirty (30) days after the required proofs of loss have been filed with the Company and the amount of **loss** is determined as provided by the policy, nor at all unless commenced within twelve (12) months after the date of the **loss**.

8. APPRAISAL OF LOSS

If the **Named Insured** and the Company fail to agree as to the amount of **loss**, each shall, upon written notice to the other, hire at its own expense an independent aircraft appraiser. The appraisers will then agree on a knowledgeable and neutral umpire. If they cannot agree on the umpire in fifteen (15) days, a Judge of the county of the pending appraisal will appoint the umpire. Agreement by any two of these three shall determine the amount of **loss**. The **Named Insured** and the Company will share the umpire's cost equally. But this clause shall not deprive or waive any rights of the Company.

9. AUTOMATIC REINSTATEMENT

In the event of **loss**, whether or not covered by this policy, the amount of insurance in respect to any **aircraft** shall be reduced as of the time and date of **loss** by the amount of such **loss** and such reduced value shall continue until repairs are commenced when the amount of insurance shall be automatically increased by the value of the completed repairs until the amount of insurance is fully reinstated or the policy has expired.

10. INSURED'S DUTIES WHEN LOSS OCCURS

When **loss** occurs, the **Insured** shall:

- (a) take all reasonable precautions to protect the property or **aircraft** after an **occurrence**. The Company shall reimburse the **Insured** all reasonable cost in affording such protection;
- (b) not abandon the property or **aircraft**;
- (c) immediately contact the **Aviation Managers** and provide prompt written notice at the address appearing on the back of the policy cover, including the:
 - (1) time, place and description of events;
 - (2) description and location of the **aircraft**;

- (d) promptly report theft and vandalism to the **Aviation Managers** and local police;
- (e) do nothing after the **loss** to harm the Company or **Aviation Managers** rights of recovery against any person or organization;
- (f) allow the Company or **Aviation Managers** to inspect the property;
- (g) submit to examination under oath if requested by the Company or **Aviation Managers**;
- (h) allow the Company or **Aviation Managers** to inspect all aircraft records, pilot logbooks, repair and service invoices, sales receipts and any other pertinent records until settlement of the **loss**;
- (i) file proof of loss with the **Aviation Managers** within sixty (60) days after the date of **loss**, in the form of a sworn statement to include:
 - (1) the interest of the **Named Insured** and of all others in the property affected;
 - (2) any encumbrances thereon;
 - (3) the actual cash value of the property at the time of the **loss**;
 - (4) the amount, place, time and cause of such **loss**;
 - (5) the description and amounts of all other insurance covering such property;

unless such time is extended in writing by the the Company or its **Aviation Managers**.

11. **NO BENEFIT TO BAILEE**

The insurance afforded by this policy shall not inure directly or indirectly to the benefit of any carrier or bailee liable for **loss** to the **aircraft**.

APPLICABLE TO ALL COVERAGES

12. **ASSISTANCE AND COOPERATION OF THE INSURED**

The **Insured** shall cooperate with the Company and, upon the Company's request, shall attend hearings and trials and shall assist in effecting settlements, securing and giving evidence, obtaining the attendance of witnesses and in the conduct of suits. The **Insured** shall not, except at his own cost, voluntarily make any payment, assume any obligation or incur any expense other than for such immediate medical and surgical relief to others as shall be imperative at the time of an **occurrence**.

13. **BANKRUPTCY**

Bankruptcy or insolvency of the **Insured** or of the **Insured's** estate shall not relieve the Company of any of its obligations hereunder.

14. **CANCELLATION**

- (a) The first **Named Insured** shown in the Declarations may cancel this policy by mailing or delivering to the Company or **Aviation Managers** advance written notice of cancellation.
- (b) The Company or **Aviation Managers** may cancel this policy by mailing or delivering to the first **Named Insured** written notice of cancellation at least:

- (1) ten (10) days before the effective date of cancellation if the Company or **Aviation Managers** cancel for non-payment of premium; or
- (2) thirty (30) days before the effective date of cancellation if the Company or **Aviation Managers** cancel for any other reason.
- (c) The Company or **Aviation Managers** will mail or deliver notice to the first **Named Insured's** last mailing address known to the Company or **Aviation Managers**.
- (d) If this policy is cancelled, the **Aviation Managers** will return any premium refund due. If the Company or **Aviation Managers** cancel, the refund will be pro rata. If the first **Named Insured** cancels, the refund may be less than pro rata. The cancellation will be effective even if **Aviation Managers** have not made or offered a refund. The Company or **Aviation Managers** shall not be liable for any return **physical damage** premium in respect to any **aircraft** on which a **total loss** has been paid.
- (e) If notice is mailed, proof of mailing will be sufficient proof of notice.

15. CHANGING THE POLICY

This policy contains all the agreements between the **Named Insured** and the Company concerning the insurance that is afforded. The first **Named Insured** shown in the Declarations is authorized to make changes in the terms of this policy with the **Aviation Managers** consent. This policy's terms can be amended or waived only by endorsement signed and issued by the **Aviation Managers** and made a part of this policy.

16. EXAMINATION OF INSURED'S BOOKS AND RECORDS

The Company or **Aviation Managers** may examine and audit the **Insured's** books and records as they relate to this policy at any time during the policy period and up to three (3) years afterward.

17. FRAUD OR MISREPRESENTATION

This policy shall be void if the **Named Insured** has concealed or misrepresented any material fact or circumstance concerning this insurance or the subject thereof or in case of any fraud, attempted fraud or false swearing by the **Named Insured** touching any matter relating to this insurance or the subject thereof, whether before or after a **loss**.

18. INSPECTION AND SURVEYS

The Company or **Aviation Managers** have the right but are not obligated to:

- (a) make inspections and surveys at any time;
- (b) give the **Named Insured** reports on the conditions found;
- (c) recommend changes.

Any inspections, surveys, reports or recommendations relate only to insurability and the premiums to be charged. The Company or **Aviation Managers** do not make safety inspections. The Company or **Aviation Managers** do not undertake to perform the duty of any person or organization to provide for the health or safety of workers or the public. And the Company or **Aviation Managers** do not warrant that conditions:

- (1) are safe and healthful;
- (2) comply with laws, regulations, codes or standards.

This condition applies not only to the Company or **Aviation Managers**, but also to any rating, advisory, rate service or similar organization that make insurance inspections, surveys, reports or recommendations.

19. **NONRENEWAL**

If the Company decides not to renew this coverage, the **Aviation Managers** will mail or deliver to the first **Named Insured** shown in the Declarations written notice of the nonrenewal not less than thirty (30) days before the expiration date.

If notice is mailed, proof of mailing will be sufficient proof of notice.

20. **PREMIUMS**

The first **Named Insured** shown in the Declarations is responsible for the payment of all premiums.

21. **REPRESENTATIONS**

By accepting this policy, the **Named Insured** agrees:

- (a) the statements in the Declarations are accurate and complete;
- (b) those statements are based upon representations of the **Named Insured** to the Company and/or **Aviation Managers**;
- (c) the **Aviation Managers** have issued this policy in reliance upon the **Named Insured's** representations.

22. **STATE STATUTES**

If the terms of this policy are in conflict with or inconsistent with the statutes of any state where this policy is in effect, the Company will conform to those state statutes.

23. **SUBROGATION**

If the **Insured** has rights to recover all or part of any payment the Company has made under this policy, those rights are transferred to the Company. The **Insured** must do nothing after **loss** to impair them. At the request of the Company or **Aviation Managers**, the **Insured** will bring suit or transfer those rights to the Company and do whatever else is necessary to secure such rights. The **Insured** shall do nothing after a **loss** to prejudice such rights. This condition shall not apply with respect to Coverage E - **Medical Expense**.

24. **TITLES OF PARAGRAPHS**

The titles of the various paragraphs of this policy and amendments, if any, attached to this policy are inserted solely for reference and are not to be deemed in any way to limit or affect the provision to which they relate.

25. **TRANSFER OF THE NAMED INSURED'S RIGHTS AND DUTIES UNDER THIS POLICY**

The **Named Insured's** rights and duties under this policy may not be transferred without the **Aviation Managers** written consent except in the case of the death or bankruptcy of an individual **Named Insured**.

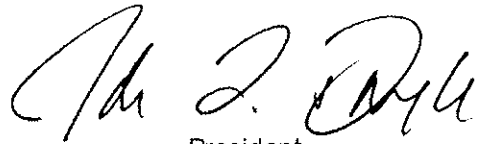
if such individual **Named Insured** dies or is adjudged bankrupt or insolvent, his or her rights and duties will be transferred to the **Named Insured's** legal representative but only while acting within the scope of duties as such. Until the **Named Insured's** legal representative is appointed, anyone having proper temporary custody of the **Named Insured's** property will have such **Named Insured's** rights and duties but only with respect to that property, but in no event for more than sixty (60) days following such death or adjudication.

By signing below, the President and the Secretary of the Insurer agree on behalf of the Insurer to all the terms of this Policy.

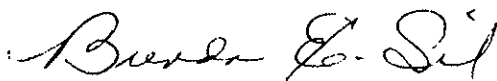


Secretary

**AMERICAN INTERNATIONAL SOUTH INSURANCE COMPANY
ILLINOIS NATIONAL INSURANCE COMPANY**

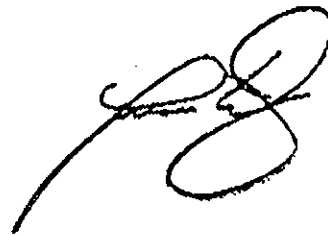


President



Secretary

AMERICAN INTERNATIONAL INSURANCE COMPANY OF PUERTO RICO



President

This Policy shall not be valid unless signed at the time of issuance by an authorized representative of the Insurer on the Declarations Page of the Policy.

PHYSICAL DAMAGE COVERAGE ENDORSEMENT

This policy is amended as follows:

The Description of **Aircraft** and **Physical Damage** Coverage set forth in the Declarations is completed to read as follows:

FAA Cert. No.	Make & Model	Year Built	Seats		Insured Value	Phys. Dam. Cov.	Physical Damage Premiums	Deductibles	
			Crew	Pass				Not In Motion	In Motion Ingestion or Mooring
N501HG	CESSNA CITATION 501SP	1982	2	8	\$ 1,218,000.	F	\$4,766.	\$ NIL	\$ NIL
N5439C	CESSNA 210	1979	1	4	140,000.	F	650.	NIL	NIL
N544GA	COMMANDER 690	1982	2	8	1,129,000.	F	4,418.	NIL	NIL
N549GA	BEECH KING AIR C90	2000	2	6	1,614,000.	F	6,316.	NIL	NIL
N540GA	BEECH KING AIR C90	1999	2	6	1,570,000.	F	6,143.	NIL	NIL
N543GA	BEECH KING AIR C90	1999	2	6	1,570,000.	F	6,143.	NIL	NIL
N547GA	BEECH KING AIR C90	1999	2	6	1,570,000.	F	6,143.	NIL	NIL
N3223H	BEECH KING AIR C90	1996	2	6	1,437,000.	F	5,623.	NIL	NIL

THESE AIRCRAFT ARE FOR THE DEPARTMENT OF TRANSPORTATION

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 1

Date of Issue JUNE 11, 2008 (njm)

By 
(Authorized Representative)

AV110 (1/01)

PHYSICAL DAMAGE COVERAGE ENDORSEMENT

This policy is amended as follows:

The Description of **Aircraft** and **Physical Damage** Coverage set forth in the Declarations is completed to read as follows:

FAA Cert. No.	Make & Model	Year Built	Seats		Insured Value	Phys. Dam. Cov.	Physical Damage Premiums	Deductibles	
			Crew	Pass				Not In Motion	In Motion Ingestion or Mooring
N206ES	BELL 206B JET RANGER	1976	1	4	\$ 500,000.	F	\$9,670.	\$ 1,500.	\$ 10,000.
N206ED	BELL 206B JET RANGER	1976	1	4	500,000.	F	9,670.	1,500.	10,000.
N4426M	BELL 206B JET RANGER	1975	1	4	500,000.	F	9,670.	1,500.	10,000.
N72SW	BELL 206B JET RANGER	1972	1	4	500,000.	F	9,670.	1,500.	10,000.
N130CC	BELL 206B JET RANGER	1978	1	4	500,000.	F	9,670.	1,500.	10,000.
N140SP	BELL UH-1H	1966	1	3	500,000.	F	9,670.	1,500.	10,000.
N903SP	BELL OH-58	1969	1	3	300,000.	F	5,802.	1,500.	10,000.
N904SP	BELL OH-58	1970	1	3	300,000.	F	5,802.	1,500.	10,000.
N905SP	BELL OH-58	1970	1	3	300,000.	F	5,802.	1,500.	10,000.
N906SP	BELL OH-58	1972	1	3	300,000.	F	5,802.	1,500.	10,000.
N908SP	BELL OH-58	1972	1	3	300,000.	F	5,802.	1,500.	10,000.
N920SP	BELL 407	1997	1	6	1,700,000.	F	18,700.	1,500.	10,000.
N940SP	BELL 407	2002	1	6	2,000,000.	F	22,000.	1,500.	10,000.

DEPARTMENT: PUBLIC SAFETY

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 2

Date of Issue JULY 17, 2008 (njm)

By 
(Authorized Representative)

AV110 (1/01)

PHYSICAL DAMAGE COVERAGE ENDORSEMENT

This policy is amended as follows:

The Description of **Aircraft** and **Physical Damage** Coverage set forth in the Declarations is completed to read as follows:

FAA Cert. No.	Make & Model	Year Built	Seats		Insured Value	Phys. Dam. Cov.	Physical Damage Premiums	Deductibles	
			Crew	Pass				Not In Motion	In Motion Ingestion or Mooring
N425K	BEECH KING AIR	1967	N/A	N/A	\$NOT	H	\$NOT	\$ NOT	\$NOT
	B90				COVERED		COVERED	COVERED	COVERED
N12478	CESSNA 172	1972	N/A	N/A	NOT	H	NOT	NOT	NOT
	SKYHAWK				COVERED		COVERED	COVERED	COVERED
N99EH	PIPER NAVAJO	1974	N/A	N/A	NOT	H	NOT	NOT	NOT
					COVERED		COVERED	COVERED	COVERED
N102HA	CESSNA150	1966	NA	N/A	NOT	H	NOT	NOT	NOT
					COVERED		COVERED	COVERED	COVERED
N621K	BEECH J35	1957	N/A	N/A	NOT	H	NOT	NOT	NOT
					COVERED		COVERED	COVERED	COVERED

DEPARTMENT: MIDDLE GEORGIA TECHNICAL INSTITUTE


All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 3

Date of Issue JULY 11, 2008 (njm)

By 
(Authorized Representative)

AV110 (1/01)

PHYSICAL DAMAGE COVERAGE ENDORSEMENT

This policy is amended as follows:

The Description of **Aircraft** and **Physical Damage** Coverage set forth in the Declarations is completed to read as follows:

FAA Cert. No.	Make & Model	Year Built	Seats		Insured Value	Phys. Dam. Cov.	Physical Damage Premiums	Deductibles	
			Crew	Pass				Not In Motion	In Motion Ingestion or Mooring
N6500R	BEECH B-24R	1974	1	3	\$45,000.	F	\$647.	\$ NIL	\$NIL
N94709	CESSNA 182Q	1978	1	3	102,500.	F	902.	NIL	NIL

DEPARTMENT: SOUTH GEORGIA TECHNICAL INSTITUTE

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of
Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 4

Date of Issue JULY 11, 2008 (njm)

By 
(Authorized Representative)

AV110 (1/01)

PHYSICAL DAMAGE COVERAGE ENDORSEMENT

This policy is amended as follows:

The Description of **Aircraft** and **Physical Damage** Coverage set forth in the Declarations is completed to read as follows:

FAA Cert. No.	Make & Model	Year Built	Seats		Insured Value	Phys. Dam. Cov.	Physical Damage Premiums	Deductibles	
			Crew	Pass				Not In Motion	In Motion Ingestion or Mooring
N47785	CESSNA 152 II	1979	1	1	\$82,000.	F	\$664.	\$ NIL	\$NIL
N112AG	PIPER PA-31-310	1970	1	5	63,500.	F	1,010.	NIL	NIL

DEPARTMENT: AUGUSTA TECHNICAL COLLEGE

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of
Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 5

Date of Issue JULY 11, 2008 (njm)

By 
(Authorized Representative)

PHYSICAL DAMAGE COVERAGE ENDORSEMENT

This policy is amended as follows:

The Description of **Aircraft** and **Physical Damage** Coverage set forth in the Declarations is completed to read as follows:

FAA Cert. No.	Make & Model	Year Built	Seats		Insured Value	Phys. Dam. Cov.	Physical Damage Premiums	Deductibles	
			Crew	Pass				Not In Motion	In Motion Ingestion or Mooring
N8NR	BELL 407	1999	1	5	\$1,700,000.	F	\$18,700.	\$ 1,500.	\$ 10,000.
N38NR	BELL 206 III	1981	1	4	350,000.	F	6,769.	1,500.	10,000.
N35NR	BELL 206L-4	1995	1	5	1,000,000.	F	15,080.	1,500.	10,000.
	LONGRANGER								
N32PV	PARTENAVIA	1985	1	5	185,000.	F	859.	NIL	NIL

DEPARTMENT OF NATURAL RESOURCES

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of
Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 6

Date of Issue JULY 11, 2008 (njm)

By 
(Authorized Representative)

AV110 (1/01)

PHYSICAL DAMAGE COVERAGE ENDORSEMENT

This policy is amended as follows:

The Description of **Aircraft** and **Physical Damage** Coverage set forth in the Declarations is completed to read as follows:

FAA Cert. No.	Make & Model	Year Built	Seats		Insured Value	Phys. Dam. Cov.	Physical Damage Premiums	Deductibles	
			Crew	Pass				Not In Motion	In Motion Ingestion or Mooring
L-12- 001005	YAMAHA R-50	----	---	----	\$95,000.	---	\$2,594.	\$ 1,500.	\$ 1,500.
L-12- 001015	YAMAHA R50	----	---	----	95,000.	---	2,594.	1,500.	1,500.
L17	YAMAHA R-MAX RPV	----	---	----	150,000.	---	3,276.	1,500.	1,500.
L-15-10 03257	YAMAHA R-MAX RPV	----	---	----	150,000.	---	3,276.	1,500.	1,500.
-----	UAVRL MERLIN 200	----	---	----	182,000.	---	3,975.	1,500.	1,500.

GEORGIA INSTITUTE OF TECHNOLOGY

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of
Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 7

Date of Issue JULY 11, 2008 (njm)

By 
(Authorized Representative)

AV110 (1/01)

PHYSICAL DAMAGE COVERAGE ENDORSEMENT

This policy is amended as follows:

The Description of **Aircraft** and **Physical Damage** Coverage set forth in the Declarations is completed to read as follows:

FAA Cert. No.	Make & Model	Year Built	Seats		Insured Value	Phys. Dam. Cov.	Physical Damage Premiums	Deductibles	
			Crew	Pass				Not In Motion	In Motion Ingestion or Mooring
N281HG	PIPER WARRIOR	1995	1	3	\$ 165,850.	F	\$ 1,298.	\$ NIL	\$ NIL
N282HG	PIPER WARRIOR	1995	1	3	165,850.	F	1,298.	NIL	NIL
N283HG	PIPER WARRIOR	1995	1	3	165,850.	F	1,298.	NIL	NIL
N284HG	PIPER WARRIOR	1995	1	3	165,850.	F	1,298.	NIL	NIL
N441HG	PIPER SEMINOLE	1995	1	5	328,000.	F	1,724.	NIL	NIL
N701HG	CITABRIA 7ECA	1997	1	1	67,830.	F	1,074.	NIL	NIL
N286HG	PIPER ARROW	2001	1	3	236,263.	F	1,484.	NIL	NIL
N301HG	SCHWEIZER 300	2001	1	2	253,595.	F	7,443.	1,500.	10,000.
N302HG	SCHWEIZER 300	2001	1	2	253,595.	F	7,443.	1,500.	10,000.
N442HG	PIPER PA-44-180	2001	1	3	352,200.	F	1,602.	NIL	NIL
	SEMINOLE								
N288HG	PIPER WARRIOR	2002	1	3	185,849.	F	1,338.	NIL	NIL
N287HG	PIPER WARRIOR	2002	1	3	185,849.	F	1,338.	NIL	NIL
N289HG	PIPER WARRIOR	2002	1	3	185,849.	F	1,338.	NIL	NIL
N820HG	PIPER ARROW	2004	1	3	275,570.	F	1,567.	NIL	NIL
N718KT	PIPER ARCHER III	2007	1	3	260,000.	F	1,478.	NIL	NIL
N1075R	PIPER ARCHER III	2007	1	3	250,000.	F	1,422.	NIL	NIL

GEORGIA AVIATION & TECHNICAL COLLEGE / MIDDLE GEORGIA COLLEGE

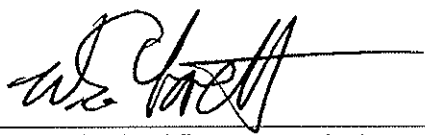
All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 8

Date of Issue JULY 11, 2008 (njm)

By 
(Authorized Representative)

PHYSICAL DAMAGE COVERAGE ENDORSEMENT

This policy is amended as follows:

The Description of **Aircraft** and **Physical Damage** Coverage set forth in the Declarations is completed to read as follows:

FAA Cert. No.	Make & Model	Year Built	Seats		Insured Value	Phys. Dam. Cov.	Physical Damage Premiums	Deductibles	
			Crew	Pass				Not In Motion	In Motion Ingestion or Mooring
N2901K	CESSNA 180	1979	1	3	\$96,900.	F	\$1,049.	\$ NIL	\$ NIL
N2771K	CESSNA 180	1979	1	3	96,900.	F	1,049.	NIL	NIL
N5419N	CESSNA 182	1980	1	3	80,750.	F	914.	NIL	NIL
N6598E	CESSNA 182	1984	1	3	97,750.	F	979.	NIL	NIL
N759ZP	CESSNA 182	1978	1	3	72,250.	F	818.	NIL	NIL
N7359E	CESSNA 182	1984	1	3	97,750.	F	979.	NIL	NIL
N182CP	CESSNA 182	1979	1	3	81,500.	F	883.	NIL	NIL
N3049E	CESSNA 182	1982	1	3	90,000.	F	902.	NIL	NIL
N9558X	CESSNA 182R	1986	1	3	111,350.	F	1,116.	NIL	NIL
N9560X	CESSNA 182R	1986	1	3	111,350	F	1,116.	NIL	NIL
N9611H	CESSNA 182	1981	1	3	85,000.	F	921.	NIL	NIL
N9738H	CESSNA 182	1981	1	3	85,350.	F	966.	NIL	NIL
N9802H	CESSNA 182	1981	1	3	85,350.	F	966.	NIL	NIL
N9809H	CESSNA 182	1981	1	3	85,000.	F	962.	NIL	NIL
N8158G	BELL UH-1H	1965	2	5	NOT COVERED	H	NOT COVERED	N/A	N/A
N205GF	BELL UH-1H	1964	2	5	853,000.	F	19,406.	1,500.	10,000.
N9638X	CESSNA 182	1986	1	3	111,350.	F	1,206.	NIL	NIL
N9649X	CESSNA 182	1986	1	3	111,350.	F	1,116.	NIL	NIL
N9447X	CESSNA 182	1985	1	3	104,550.	F	1,047.	NIL	NIL
N9979N	CESSNA 180	1975	1	3	78,000.	F	883.	NIL	NIL
N7681K	CESSNA 180	1976	1	3	78,000.	F	883.	NIL	NIL
N2927K	CESSNA 180	1979	1	3	96,900.	F	1,049.	NIL	NIL
N407GF	BELL 407	2000	1	6	1,636,250.	F	34,639.	NIL	NIL

FORESTRY COMMISSION

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 9

Date of Issue JULY 11, 2008 (njm)

By 
(Authorized Representative)

PHYSICAL DAMAGE COVERAGE ENDORSEMENT

Description of **Aircraft** and **Physical Damage** Coverage continued:

FAA Cert. No.	Make & Model	Year Built	Seats		Insured Value	Phys. Dam. Cov.	Physical Damage Premiums	Deductibles	
			Crew	Pass				Not In Motion	In Motion Ingestion or Mooring
N9FV	CESSNA 182S	1998	1	3	\$ 145,000.	F	\$ 1,044.	NIL	NIL
N2348S	CESSNA 182S	1999	2	2	165,000.	F	1,188.	NIL	NIL
N2441S	CESSNA 210L	1976	2	4	105,000.	F	756.	NIL	NIL

FORESTRY COMMISSION

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of
Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 9

Date of Issue JULY 11, 2008 (njm)

By 
(Authorized Representative)

PILOT WARRANTY ENDORSEMENT

This policy is completed as follows:

It is a condition of this insurance that when **in flight**, the **aircraft** will be operated only by pilot(s) specified below.

AS RESPECTS ANY AIRCRAFT:

ANY PILOT APPROVED BY THE CHIEF PILOT OF EACH DEPARTMENT AGENCY, OR AUTHORITY OR HIS OR HER DESIGNEE.

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of
Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 10

Date of Issue July 11, 2008 (NJM)

By 
(Authorized Representative)

PURPOSE OF USE ENDORSEMENT

This policy is amended as follows:

The Purpose of Use set forth in the Declarations is completed as follows:

Purpose of Use shall be only as follows:

ALL OPERATIONS INCIDENTAL TO BUSINESS OF THE NAMED INSURED.

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of
Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 11

Date of Issue JULY 11, 2008 (njm)

By 
(Authorized Representative)

BROAD COVERAGE ENDORSEMENT

In consideration of additional premium of \$ INCLUDED, this policy is amended as follows:

(Only the clause(s) indicated by an "X" shall apply.)

☒ **AIRWORTHINESS CERTIFICATE**

Exclusion 2. (b) set forth in the policy provisions is deleted.

☒ **AUTOMATIC INSURANCE FOR INCREASED INSURED VALUE**

If the value of the **aircraft** increases due to **modification** or additional equipment accomplished during the Policy Period, the Amount of Insurance applicable to the **aircraft's physical damage** coverage shall increase automatically by the cost of such **modification** or additional equipment provided however that:

- (a) such increase in value is reported to the **Aviation Managers** within thirty (30) days of completion of such **modification** or additional equipment;
- (b) the maximum automatic increase for which the Company shall be liable shall not exceed 5 % of the insured amount applicable to such **aircraft** specified in the Declarations before such **modification** or additional equipment, subject however to a maximum insured amount of \$ 5,000,000., whichever is less;
- (c) the **Insured** pays any additional premium when due on account of such increase in insured amount.

"**Modification**" as used in this endorsement shall mean a physical change to an **aircraft** insured for **physical damage** by this policy to enhance or improve performance. **Modification** does not include routine or scheduled maintenance.

☒ **BAGGAGE & HANGAR COVERAGES**

Property Damage Coverage is extended to include the following additional coverages:

- (a) direct **physical damage** to **passenger's baggage** for not more than \$ 10,000. each **passenger**, any one **occurrence**;
- (b) **property damage** to hangars and the contents thereof, of others, in the care, custody or control of the **Insured**, for not more than \$ 1,000,000. each **occurrence**.

This clause does not include coverage for any **aircraft** which are or could be insured elsewhere within this policy.

"**Baggage**" means handbags, suitcases, valises, briefcases and other forms of baggage usually carried by travelers, and the contents thereof, but excluding accounts, bills, jewelry, deeds, evidences of debt, letters of credit, passports, documents, coupons, money, credit cards, notes, securities, manuscripts, valuable papers, airline and other tickets.

Coverage provided by this paragraph is secondary to and excess over any other valid insurance available and collectible by the **Insured**.

☒ **DEFINITION OF PREMISES**

"**Premises**" means such portions of airports and heliports used by the **Named Insured** directly in connection with the ownership, maintenance or use of any **aircraft** inclusive of **premises** owned, operated or maintained by the **Named Insured**.

Coverage provided by this paragraph is secondary to and excess over any other valid insurance available and collectible by the **Insured**.

☒ **EMERGENCY LANDING**

This policy is extended to pay for the reasonable expenses of disassembly and removal of an **aircraft** insured under this policy from a place of emergency landing to the nearest airport, provided that the place of emergency landing is inadequate for a safe take-off for flight.

The Company shall not be liable:

- (a) if the **aircraft** is not insured while in flight,
- (b) for any expense in correcting any mechanical difficulty,
- (c) for any expenses that exceed 0% of the Insured Value of the **aircraft** involved.

☒ **EXTRA EXPENSE FOR RENTING SUBSTITUTE AIRCRAFT**

Only with respect to **aircraft** having All Risks Ground and Flight coverage:

1. The Company will pay the **Named Insured** for the **extra expense** caused by an **occurrence** and arising out of insured **physical damage** to an **aircraft** scheduled in the Declarations.
2. Limit of Liability
\$ 5,000. each day, each **aircraft**
\$ 300,000. each **occurrence**, each **aircraft**
3. The insurance afforded by this endorsement does not apply to:
 - (a) Any expenses incurred within 0 days from the date of **occurrence**.
 - (b) Any expenses if another similar aircraft is available at no charge.
 - (c) Any expenses if the **Named Insured** acquires through ownership, lease, lease purchase option, or otherwise, a permanent replacement aircraft for the damaged **aircraft**.
 - (d) Any expenses if the **aircraft** is a **total loss** and the Company has offered the **Named Insured** a proof of loss.
 - (e) Any expenses incurred after repairs covered under All Risks Ground and Flight Coverage on the insured **aircraft** have been completed.
 - (f) Any expense incurred with respect to any **aircraft** scheduled below:

"**Extra Expense**" means the costs of leasing or renting a temporary substitute aircraft which exceeds the cost the **Named Insured** would have incurred if the **Named Insured** could have operated the **aircraft** had it not been damaged.

☒ **EXTRA EXPENSE OF TEMPORARY REPLACEMENT AIRCRAFT PARTS**

The Company will pay extra expense, including the direct cost of installation, removal and transportation, incurred by the **Named Insured** for renting or leasing aircraft parts as temporary replacements for aircraft parts:

1. damaged and being repaired, or
2. destroyed and being permanently replaced,

caused by a **physical damage loss** covered by this policy to an **aircraft** shown in the Declarations.

The Limit of the Company's Liability with respect to this coverage shall not exceed:

\$ 50,000. each **loss**, regardless of the number of such replacement parts or **aircraft**.

The coverage provided herein shall be in addition to the Limit of Liability shown in the Declarations.

This endorsement does not apply:

1. if the time to permanently replace, or to repair and return such part is less than 0 calendar days;
2. if the **aircraft** to which this endorsement applies is a total, constructive total or arranged **total loss**;
3. to the **Insured's** spare parts;
4. to parts under existing rental, lease or exchange agreements;
5. to charges for wear, tear or depreciation, damage, **loss**, loss of use, maintenance, repairs or operating costs;
6. to charges incurred after such damaged or destroyed part has been permanently repaired or replaced;
7. to charges incurred while such **aircraft** or temporary replacement part is unusable on account of an Airworthiness Directive, factory Service Bulletin, airworthiness inspection, breakdown, malfunction or unsuitability;
8. to charges incurred during the period prior to installation of such temporary part on the aircraft if uninstalled for three (3) days or more.

☒ **HANGARKEEPERS LIABILITY**

The Company will pay on behalf of the **Insured** all sums the **Insured** is legally obligated to pay as damages because of **property damage** caused by an **occurrence** to any transient aircraft but only while such aircraft is not **in flight** and is in the care, custody and control of the **Insured** for safekeeping, storage or repair.

This coverage shall not apply to:

- (a) any aircraft that is owned by, leased to, rented or loaned to, the **Insured**, partners of the **Insured**, an officer or employee of the **Insured**;
- (b) robes, wearing apparel, personal effects or merchandise;
- (c) any damages due to theft or conversion by the **Insured**, partners of the **Insured**, or an officer or employee of the **Insured**;
- (d) the **Insured's** liability under any agreement to be responsible for damages to any aircraft.

The Limit of Liability with respect to this coverage is \$ 3,000,000. each aircraft \$ 3,000,000. each **occurrence** and is subject to a deductible of \$ NIL each aircraft.

The Company's right and duty to defend will end when the Company has used up the applicable limits of insurance in the payment of judgements or settlements under this coverage.

☒ **HOST LIQUOR LIABILITY**

The Company will promptly pay on behalf of the **Insured** all sums which the **Insured** becomes legally obligated to pay as damages because of **bodily injury** or **property damage** caused by an **occurrence** during the policy period arising out of the serving or giving of alcoholic beverages at or from the **Insured's premises** or any **aircraft** covered by this policy. The insurance provided by this coverage section is excess insurance.

The Limit of Liability with respect to this coverage is \$ 25,000,000. aggregate.

☒ **MOBILE EQUIPMENT LIABILITY**

The Company will promptly pay on behalf of the **Insured** all sums the **Insured** becomes legally obligated to pay as damages because of **bodily injury** and **property damage** caused by an **occurrence** arising out of the ownership, maintenance or use of **mobile equipment**. **Mobile equipment** shall mean a land vehicle (including any machinery or apparatus attached) that is not subject to motor vehicle registration or is used exclusively on **premises** owned by or rented to the **Named Insured**, but only while used on **premises** and in connection with the maintenance or operation of **aircraft** or **premises**. The insurance provided by this coverage shall be excess over any other coverage available to the **Insured**.

The Limit of Liability with respect to this coverage is \$ 50,000. each **occurrence**.

☒ **PHYSICAL DAMAGE TO SPARE ENGINES, PARTS, AVIONICS AND ACCESSORIES**

Physical damage coverage is extended to insure aircraft engines, parts, avionics and accessories not attached to or forming a part of any aircraft and being the property of the **Named Insured** or the property of others for which the **Named Insured** is legally liable, against all risks of **loss** from external cause. In addition to the exclusions applying to **physical damage** coverage, the coverage extended by this paragraph does not apply to:

- (a) any property while temporarily detached from an aircraft;
- (b) **loss** or damage occurring one attachment or installation of such property has begun;
- (c) mysterious disappearance of the insured property;
- (d) depreciation, delay, loss of market or loss of use of the insured property.

The Limit of Liability with respect to this coverage is \$ 500,000. each **occurrence** subject to a deductible of \$ NIL each and every **loss**.

☒ **POLICY TERRITORY**

The TERRITORY set forth in the Insuring Agreements is amended to read as follows:

This policy applies only to **bodily injury** and **property damage** which occurs, and to **physical damage losses** to the **aircraft**, which are sustained during the policy period, while the **aircraft** is anywhere in the:
WORLDWIDE

☒ **PREMISES MEDICAL COVERAGE**

The Company will pay all reasonable **medical expenses** incurred within one (1) year from the date of injury, to or for each person who sustains **bodily injury** caused by an **occurrence** and arising out of the ownership, maintenance or use of the **premises**. The same exclusions and conditions applicable to **aircraft medical expense** coverage in this policy shall also apply to this coverage.

The Limit of Liability with respect to this coverage is \$ 20,000. each person.

☒ **PRODUCTS LIABILITY - SALE OF AIRCRAFT AND AIRCRAFT PARTS**

Liability coverage is extended to include all sums which the **Insured** shall become legally obligated to pay for **bodily injury** or **property damage** caused by an **occurrence** and arising out of:

- (a) the sale or relinquishment from exclusive written lease by the **Named Insured** of **aircraft** or aircraft parts;
- (b) the furnishing to others of aircraft fuel or aircraft maintenance services by the **Named Insured** without intentional profit;
- (c) the furnishing to **passengers** of food and beverage by the **Named Insured** in connection with the operation of **aircraft** or **premises**.

This coverage shall apply only if the **bodily injury** or **property damage** occurs away from **premises** used by the **Named Insured** and after physical possession of such aircraft, aircraft parts, aircraft fuel, food or beverage has been relinquished to others and such services have been completed.

The Limit of Liability with respect to this coverage is \$ 25,000,000. each occurrence and aggregate and such limit is in addition to the limits for aircraft liability.

☒ **SEARCH AND RESCUE EXPENSES**

DEFENSE, SETTLEMENT AND SUPPLEMENTARY PAYMENTS Insuring Agreement is extended to include the following additional coverages:

- the cost of runway or **aircraft** foaming incurred by the **Insured** for minimizing **loss** under this policy, but not in excess of \$ 250,000. each **occurrence** for each foaming;
- the actual expenses incurred by the **Insured**, but not to exceed \$ 250,000. any one **occurrence**, for search and rescue operations performed by or at the request of the **Named Insured**, but only after all governmental and military search and rescue operations have been discontinued.

☒ **TRIP INTERRUPTION EXPENSE**

DEFENSE, SETTLEMENT AND SUPPLEMENTARY PAYMENTS are extended to include the following expenses incurred as a result of a covered **physical damage loss**:

The Company will promptly reimburse the **Named Insured** for their reasonable expenses of food, travel and lodging of **passengers** incurred from the place where an **aircraft** insured hereunder suffers a covered **Physical Damage loss** to the intended final destination of the **aircraft**, or back to the place they originally boarded the **aircraft**, if the trip is discontinued. Coverage hereunder shall not exceed \$5,000. for each **passenger**, \$ 0. each **occurrence**. The **Named Insured** will provide to the Company duplicate invoices for all covered expenses within thirty (30) days of the date such expenses are incurred.

☒ **ADDITIONAL PHYSICAL DAMAGE CLAIM PAYMENT IN THE EVENT OF A TOTAL LOSS**

In the event of a **Total Loss** the Company shall pay in addition to the **Physical Damage** claim an amount equal to what the pro rata unearned premium would have been due to the **Insured** had the **Total Loss** of the **aircraft** not occurred.


All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 12

Date of Issue JULY 11, 2008 (njm)

By 
(Authorized Representative)

NON-OWNED AIRCRAFT: LIABILITY ENDORSEMENT

In consideration of additional premium of \$ INCLUDED, this policy is amended as follows:

1. Such coverage and limits as are afforded by this policy under Coverages A, B, C, D, and E also apply to the **Named Insured** (including any director, executive officer, partner, or employee, agent or stockholder thereof, but only while acting within his or her official duties as such) arising out of the use by or on behalf of the **Named Insured** of aircraft not owned in whole or in part by, registered to, or under a lease agreement with a term of more than thirty (30) days to the **Named Insured**.
2. TEMPORARY USE OF SUBSTITUTE AIRCRAFT and USE OF OTHER AIRCRAFT Special Insuring Agreements are deleted.
3. The coverage provided by this endorsement is secondary to and excess over any other valid and collectible insurance available to the **Insured**, except insurance purchased as excess of the coverage provided by this endorsement. If such other insurance is written through the **Aviation Managers**, the total limit of the Company's liability under all such policies shall not exceed the greatest Limit of Liability applicable under any one such policy.
4. This endorsement applies only to the non-owned aircraft indicated by an X to the left of the appropriate paragraph.
 - ☐ (a) Any fixed wing single engine land aircraft bearing a "Standard" category Airworthiness Certificate having no more than _____ total seats.
 - ☐ (b) Any fixed wing land aircraft bearing a "Standard" category Airworthiness Certificate having no more than _____ total seats and having a certificated gross weight not in excess of 12,500 pounds.
 - ☐ (c) Any fixed wing or rotor-wing land aircraft bearing a "Standard" category Airworthiness Certificate having no more than _____ total seats and having a certificated gross weight not in excess of 12,500 pounds.
 - ☒ (d) ANY FIXED WING OR ROTOR-WING LAND AIRCRAFT BEARING A "STANDARD" CATEGORY AIRWORTHINESS CERTIFICATE HAVING NO MORE THAN 20 TOTAL SEATS.
5. In addition to the Exclusions applicable to Coverages A, B, C, D, and E, the coverage provided by this endorsement also does not apply to:
 - (a) Any person or organization with respect to aircraft owned in whole or in part by, registered to, or under a lease agreement with a term of more than thirty (30) days, to such person (or member of his/her household) or organization.
 - (b) **Physical Damage** or **Property Damage** to, destruction of, or loss of use of non-owned aircraft.
 - (c) Claims arising out of any product designed, manufactured, sold, distributed, serviced or handled by an **Insured**.
 - (d) Claims arising out of any aircraft rented to, financed for, or leased to others (or repossessed or reacquired) by any **Insured**, subsidiary, owned or controlled firm thereof.
 - (e) Liability arising out of aircraft insured elsewhere in the policy to which this endorsement is attached.
6. With respect to the coverage provided by this endorsement only, the pilot requirements specified in the Declarations are deleted.

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 13

Date of Issue JULY 11, 2008 (njm)

By 
(Authorized Representative)

NON-OWNED AIRCRAFT: PHYSICAL DAMAGE ENDORSEMENT

In consideration of additional premium of \$ INCLUDED , this policy is amended as follows:

1. This policy is extended to apply to those sums which the **Named Insured** shall become legally liable to pay because of **physical damage** or **loss** to **aircraft** of others described in Paragraph 3. below (including the resultant loss of use thereof) being used by or on behalf of the **Named Insured**, provided such **aircraft** is not registered to, owned in whole or in part by, under a lease of more than a thirty (30) day term to, or under a lease-purchase option agreement to, or under the exclusive control of an **Insured**, or officer, partner, or employee thereof, or a member of the household of any thereof.
2. This insurance shall be secondary to and excess over any other valid and collectible insurance available to the **Insured**. If such other insurance is written through the **Aviation Managers** as primary insurance, then the total limit of the Company's liability under all such policies shall not exceed the greatest Limit of Liability applicable under any one such policy.
3. The coverage provided by this endorsement only applies to the following **aircraft** indicated by an "X" to the left of the appropriate paragraph:
 - ☐ (a) Any fixed wing single engine land **aircraft** bearing a "Standard" category Airworthiness Certificate having no more than total seats.
 - ☐ (b) Any fixed wing land **aircraft** bearing a "Standard" category Airworthiness Certificate having no more than total seats and having a certificated gross weight not in excess of 12,500 pounds.
 - ☐ (c) Any fixed wing or rotor-wing land **aircraft** bearing a "Standard" category Airworthiness Certificate having no more than total seats and having a certificated gross weight not in excess of 12,500 pounds.
 - ☒ (d) ANY FIXED WING OR ROTOR-WING LAND AIRCRAFT BEARING A "STANDARD" CATEGORY AIRWORTHINESS CERTIFICATE HAVING NO MORE THAN 20 TOTAL SEATS.
4. In addition to the Exclusions appearing in the policy, the coverage provided by this endorsement does not apply:
 - (a) if the Company does not insure all the **aircraft** owned by, registered to, leased to or under the exclusive control of the **Insured**;
 - (b) if, when **in flight**, the **aircraft** is not being operated by a pilot appearing in Item 5 of the Declarations;
 - (c) to any claims arising out of the **Insured's** products manufactured, distributed or handled by any **Insured**;
 - (d) to any liability assumed by the **Insured** except in a written contract with a military or governmental body necessary for the use of any airport, unless endorsed in writing onto the policy;
 - (e) to any **loss** or damage to any material furnished by the **Insured** or to any work performed by the **Insured** out of which an accident or **occurrence** arises;
 - (f) to claims for **loss** of or damage to wearing apparel, personal effects or property of any description owned, rented, controlled or transported by the **Insured** whether or not the **aircraft** is lost or damaged;

(g) with respect to any **aircraft** rented, financed or leased to others by any **Insured**, or repossessed or reacquired by any **Insured**.

5. The Company's Limit of Liability with respect to the coverage under this endorsement shall in no event exceed:

\$ 10,000,000. any one **occurrence**, subject to a deductible amount each **occurrence** of
\$ NIL

The **Insured** shall bear the deductible amount.

The above Limit of Liability is included within the policy Limit of Liability applicable to Liability Coverages, and is not in addition thereto.

6. With respect to the coverage provided by this endorsement only, the pilot requirements specified in Item 5. of the Declarations are deleted.

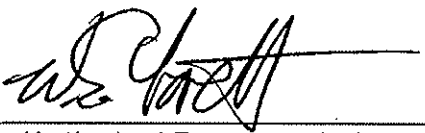
All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of
Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 14

Date of Issue JULY 11, 2008 (njm)

By 
(Authorized Representative)

PERSONAL INJURY EXTENSION

In consideration of additional premium of \$ INCLUDED , this policy is amended as follows:

This insurance is extended to cover the **Named Insured's** Legal Liability for damages arising out of aircraft operations sustained by any person arising out of one or more of the following offenses committed during the policy period:

1. False arrest, restraint, detention or imprisonment.
2. Malicious prosecution.
3. Wrongful entry, eviction or other invasion of the right of private occupancy.
4. The publication or utterance of a libel or slander or of other defamatory or disparaging material in violation of an individual's right of privacy except publication or utterance in the course of or related to advertising, broadcasting or telecasting activities conducted by or on behalf of the **Named Insured**.

The following additional exclusions shall apply to the insurance provided by this extension:

- (a) liability assumed by the **Insured** under any contract or agreement.
- (b) personal injury arising out of the willful violation of penal statute or ordinance, committed by or with the knowledge or consent of the **Named Insured**.
- (c) personal injury arising out of offense 4 above,
 - (i) if the first injurious publication or utterance of the same or similar material was made prior to the effective date of this insurance;
 - (ii) if such publication or utterance was made by or at the direction of the **Named Insured** with the knowledge of the false nature thereof.
- (d) liability for personal injury sustained by any person directly or indirectly related to the past, present or potential employment of such person by the **Named Insured**.

The Limit of Liability applicable to Personal Injury claims shall be \$ 3,000,000. any one offense and in the annual aggregate during the policy period being within the overall policy limit and not in addition thereto.

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 15

Date of Issue JULY 11, 2008 (njm)

By 
(Authorized Representative)

INCIDENTAL MEDICAL MALPRACTICE LIABILITY ENDORSEMENT

This policy is amended as follows:

Such insurance as is afforded by this policy for **bodily injury** liability applies subject to the following provisions:

1. The insurance also applies to **bodily injury**, sickness or disease, including death at any time resulting therefrom arising out of malpractice, error or mistake committed at or in connection with the **premises** in (a) the rendering of or failure to render medical, surgical, dental, X-ray or nursing service or treatment; or (b) the furnishing or dispensing of drugs or medical, dental or surgical supplies or appliances.
2. The insurance does not apply (a) to any obligation for which the **Insured** or any carrier as his Insurer may be held liable under any Workers' Compensation, Unemployment Compensation or Disability Benefits law, or any similar law; or (b) to **bodily injury**, sickness, disease or death of any person to or for whom benefits or damages on account thereof are payable under any valid and collectible Voluntary Compensation or Employer's Liability insurance available to the **Insured**.
3. The Defense, Settlement and Supplementary Payments Insuring Agreement and the Assistance and Cooperation of the **Insured** Condition of this policy shall not apply to this insurance insofar as they refer to expenses incurred by the **Insured** for immediate medical and surgical relief to others imperative at the time of accident.
4. The coverage provided by this endorsement is included within the limit applicable to **bodily injury**, and is not in addition thereto.

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 16

Date of Issue JULY 11, 2008 (njm)

AV71 (1/01)

By 
(Authorized Representative)

CARGO LIABILITY ENDORSEMENT

In consideration of an additional premium of \$ INCLUDED, this policy is amended as follows:

1. The Company agrees to pay on behalf of the **Named Insured** those sums which the **Named Insured** shall become legally liable to pay (but limited to the **Named Insured's** legal liability under tariff document, airway bill of lading, or shipping receipt, if any) for direct **physical damage** or **loss** from external cause to cargo, caused by an **occurrence**, but only while in the care, custody and control of the **Named Insured**.

2. LIMIT OF LIABILITY

\$ 250,000. each **occurrence**.

The Limits of Liability under this endorsement are included within the policy Limits of Liability applicable to **Property Damage** Liability and are not in addition thereto.

3. DEDUCTIBLE AMOUNT

The **Insured** shall bear the first \$ NIL of each claim, but not to exceed \$ NIL each **occurrence**.

4. The insurance afforded under this endorsement shall be secondary to and excess over any other valid and collectible insurance available to the **Insured**.

5. EXCLUSIONS

In addition to the exclusions appearing in the policy to which this endorsement is attached (including those exclusions applicable to all the Liability Coverages), this endorsement does not insure any liability for:

- (a) loss of use, loss of market, delay, inherent vice, extremes of temperature or pressure, or deterioration.
- (b) **loss**, damage or expense caused by or resulting from infidelity or dishonesty of any person in the employment or service of the **Insured**.
- (c) **loss** in excess of the actual cost of reconstruction of, reproducing or replacing destroyed or damaged manuscripts, notes, securities, accounts, bills, deeds, evidences of debt or other commercial papers or documents of value.
- (d) currency or money.
- (e) property owned or used by the **Named Insured**.
- (f) Baggage.
"Baggage" shall mean handbags, suitcases, valises, briefcases and other forms of baggage usually carried by travelers and the contents thereof.
- (g) bullion, gold, silver, platinum or other precious alloys or metals; furs, fur garments or garments trimmed with fur; jewelry, watches, precious or semiprecious stones or similar valuable property.
- (h) live animals, birds or fish except for (1) theft or (2) death or destruction directly resulting from or made necessary by fire, lightning, windstorm, smoke, explosion, earthquake, flood, or by accident to the **aircraft** carrying the property.

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 17

Date of Issue JULY 11, 2008 (njm)

By 
(Authorized Representative)

CONTRACTUAL LIABILITY ENDORSEMENT

This policy is amended as follows:

Subject to the Insuring Agreements, Limits of Liability, Conditions and Exclusions of the policy to which this endorsement is attached and of which it forms a part, such insurance as is afforded by the policy with respect to liability assumed under contract applies to that part of a contract (or lease) between the **Named Insured** and TBA dated TBA reading as follows:

Notwithstanding anything to the contrary appearing in the contract (or lease) mentioned above, additional insurances afforded under this endorsement shall not be applicable to any other part of the contract (or lease), and, it is further understood and agreed that this policy and/or its endorsement(s) shall not cover any liabilities or any loss of use thereof whatsoever for damage to property owned by, rented to, leased to, in charge of, or transported by the **Named Insured**.

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 18

Date of Issue JULY 11, 2008 (njm)

AV34 (1/01)

By 
(Authorized Representative)

FELLOW EMPLOYEE EXCLUSION ENDORSEMENT

In consideration of AN ADDITIONAL premium of \$ INCLUDED , this policy is amended as follows:

Regardless of anything to the contrary in Exclusion 6. of this policy and in paragraph (a) of the Definition of **Insured**, Liability Coverages of this policy are extended to apply to **bodily injury** and **property damage** liability claims asserted by an employee of the **Named Insured** against another employee of the same **Named Insured** arising out of the ownership, maintenance or use of the **aircraft**. This endorsement does not provide coverage to the **Named Insured** for any **bodily injury** and **property damage** liability claims asserted by employees of the **Named Insured**, and all other provisions of Exclusion 6. and paragraph (a) of the Definition of **Insured** remain in full force and effect.

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 19

Date of Issue JULY 11, 2008 (njm)

By 
(Authorized Representative)

**AUTOMATIC ATTACHMENT ENDORSEMENT
FOR NEWLY ACQUIRED AIRCRAFT**

This policy is amended as follows:

1. Coverages D & F shall attach with respect to ANY FIXED WING OR ROTOR-WING AIRCRAFT
having a designed seating capacity of no more than 20 total seats acquired by the **Insured**, as owner or exclusive lessee, during the policy term provided that the Company is advised of the full particulars within 90 days of acquisition and the applicable premiums paid therefor.
2. As respects **Physical Damage** coverages:
 - (a) The insured value of such **aircraft** shall be the actual price paid including engine(s) as evidenced by the records of the **Insured** unless a different value is accepted by the Company after notification as required above.
 - (b) The maximum amount of insurance automatically provided for any one **aircraft** shall not exceed \$ 5,000,000. ; and in the event an acquired **aircraft** shall have a value in excess of this amount, the Company shall not be liable in the event of **loss** for an amount greater than the percentage this limit bears to the actual value unless such actual value shall have been specifically approved on the particular **aircraft** by the Company in writing.
 - (c) The amount of insurance automatically provided hereunder is subject to deductibles of:

Not in Motion \$ TBD

In Motion,
Ingestion, \$ TBD
or Mooring
3. Item 1. of this endorsement shall not apply to, and Coverages N/A shall not automatically attach, with respect to any **aircraft** scheduled below:

Schedule:
4. The **AUTOMATIC INSURANCE FOR NEWLY ACQUIRED AIRCRAFT SPECIAL INSURING AGREEMENT** set forth in the policy is hereby deleted.

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 20

Date of Issue JULY 11, 2008 (njm)

AV16 (1/01)

By 
(Authorized Representative)

LAY-UP RETURN ENDORSEMENT

In the event of an **aircraft** insured in this policy being laid up and not in use for any purpose, the **in motion** coverage under all sections of this policy will be suspended during the period of such lay-up and credit will be allowed upon expiration of the policy, subject to the following conditions:

1. Notice must be furnished by the **Insured** to the Company prior to commencement of, and also upon termination of, the lay-up.
2. No return of premium shall be made:
 - (a) for the period of any "Annual", "100 Hour", or "Progressive" inspection for renewal of the Certificate of Airworthiness;
 - (b) unless the period of lay-up is of at least 30 consecutive days, but should the period defined in (a) occur during lay-up then the **Insured** shall be entitled to add the lay-up days prior to and subsequent to which a return may be made;
 - (c) if any claim in respect of the **aircraft** concerned has been made on this insurance. But, this condition (c) shall not apply in the event such claim is not covered under the policy to which this endorsement is attached.

Subject always to the foregoing conditions, the return premium shall be equal to 100 % of the pro rata of the difference between the annual full flight premium and the annual ground risk premium for the actual period of lay-up as defined above.

For the purpose of this endorsement, the annual ground risk premium shall be computed based on the following rates:

Physical Damage Rates 0 %
OF FULL FLIGHT RATE

Annual Liability Premium \$ 50%

OF FULL FLIGHT PREMIUM

In the event of the **aircraft** being laid up for a period of at least 30 consecutive days of which only a part of those days attaches to this insurance and part to the annual renewal, then the **Aviation Managers** shall return premium for those days for which coverage was suspended.

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of
Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 21

Date of Issue JULY 11, 2008 (njm)

By 
(Authorized Representative)

CANCELLATION CLAUSE AMENDMENT ENDORSEMENT

This policy is amended as follows:

This policy may be cancelled by the **Named Insured** by mailing to the Company, or the **Aviation Managers**, written notice stating when thereafter such cancellation shall be effective. This policy may be cancelled by the Company or the **Aviation Managers**, by mailing to the **Named Insured** at the address shown in this policy written notice stating when not less than 90 days (ten (10) days if for non-payment of premium) thereafter such cancellation shall be effective. The mailing of notice as aforesaid shall be sufficient proof of notice and the effective date and hour of cancellation stated in the notice shall become the end of the policy period. Delivery of such written notice, either by the **Named Insured**, the Company or the **Aviation Managers** shall be equivalent to mailing.

If the **Named Insured** cancels, earned premium shall be computed in accordance with the customary short rate table and procedure. If the Company or the **Aviation Managers** cancel, earned premium shall be computed pro rata. Premium adjustment may be made at the time cancellation is effective and, if not then made, shall be made as soon as practicable after cancellation becomes effective. The Company's or the **Aviation Managers'** check or the check of their representative mailed or delivered as aforesaid shall be sufficient tender of any refund of premium due to the **Named Insured**.

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 22

Date of Issue JULY 11, 2008 (njm)

AV27 (1/01)

By 
(Authorized Representative)

WAR, HI-JACKING AND OTHER PERILS EXCLUSION CLAUSE (AVIATION)

This policy is amended as follows:

In the event any of the provisions of this endorsement are in conflict with any provisions, exclusions, conditions or terms forming part of this policy, this endorsement shall take precedence.

This policy does not cover claims caused by:

- (a) War, invasion, acts of foreign enemies, hostilities (whether war be declared or not), civil war, rebellion, revolution, insurrection, martial law, military or usurped power or attempts at usurpation of power;
- (b) Any hostile detonation of any weapon of war employing atomic or nuclear fission and/or fusion or other like reaction or radioactive force or matter;
- (c) Strikes, riots, civil commotions or labor disturbances;
- (d) Any act of one or more persons, whether or not agents of a sovereign power, for political or terrorist purposes and whether the loss or damage resulting therefrom is accidental or intentional;
- (e) Any malicious act or act of sabotage;
- (f) Confiscation, nationalization, seizure, restraint, detention, appropriation, requisition for title or use by or under the order of any Government (whether civil, military or de facto) or public or local authority;
- (g) Hi-jacking or any unlawful seizure or wrongful exercise of control of the aircraft or crew in flight (including any attempt at such seizure or control) made by any person or persons on board the aircraft acting without the consent of the Insured.

Furthermore, this policy does not cover claims arising whilst the aircraft is outside the control of the Insured by reason of any of the above perils.

The aircraft shall be deemed to have been restored to the control of the Insured on the safe return of the aircraft to the Insured at an airfield not excluded by the geographical limits of this policy, and entirely suitable for the operation of the aircraft (such safe return shall require that the aircraft be parked with engines shut down and under no duress).

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 23

Date of Issue JULY 11, 2008 (njm)

AVN48B (1/02)

By 
(Authorized Representative)

TERRORISM EXCLUSION - CERTIFIED ACTS

This insurance does not apply to loss, injury, damage, claim or suit, arising directly or indirectly as a result of an "act of terrorism", which is defined in the Terrorism Risk Insurance Act of 2002, as amended by the Terrorism Risk Insurance Program Reauthorization Act of 2007 (collectively, "TRIA") as follows:

(1) ACT OF TERRORISM. -

(A) CERTIFICATION. - The term "act of terrorism" means any act that is certified by the Secretary [of the Treasury], in concurrence with the Secretary of State, and the Attorney General of the United States -

- (i) to be an act of terrorism;
- (ii) to be a violent act or an act that is dangerous to -
 - (I) human life;
 - (II) property; or
 - (III) infrastructure;
- (iii) to have resulted in damage within the United States or outside of the United States in the case of -
 - (I) an air carrier or vessel [described in TRIA]; or
 - (II) the premises of a United States mission; and
- (iv) to have been committed by an individual or individuals as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government by coercion.

(B) LIMITATION. - No act shall be certified by the Secretary as an act of terrorism if -

- (i) the act is committed as part of the course of a war declared by the Congress, except that this clause shall not apply with respect to any coverage for workers' compensation; or
- (ii) property and casualty insurance losses resulting from the act, in the aggregate, do not exceed \$5,000,000.

(C) DETERMINATIONS FINAL. - Any certification of, or determination not to certify, an act as an act of terrorism under this paragraph shall be final, and shall not be subject to judicial review.

(D) NONDELEGATION. - The Secretary may not delegate or designate to any other officer, employee, or person, any determination under this paragraph of whether, during the effective period of the Program, an act of terrorism has occurred.

THE PROVISIONS OF THIS ENDORSEMENT SHALL APPLY SOLELY TO TRIA AND SHALL IN NO WAY AFFECT THE PROVISIONS OF THE WAR, HI-JACKING AND OTHER PERILS EXCLUSION CLAUSE (AVIATION), FORM NO. AVN48B, OR ANY AMENDMENTS THERETO.

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 24

Date of Issue JULY 11, 2008 (njm)

By 
(Authorized Representative)

UE1066 (3/08)

EXTENDED COVERAGE ENDORSEMENT (AVIATION LIABILITIES)

In consideration of an additional premium of \$ INCLUDED, this policy is amended as follows:

The policy of which this Endorsement forms part includes War, Hi-jacking and Other Perils Exclusion Clause AVN48B:

1. With effect from JULY 1, 2008, all sub-paragraphs other than (b) of War, Hi-jacking and Other Perils Exclusion Clause AVN48B are deleted SUBJECT TO all terms and conditions of this Endorsement.
2. EXCLUSION applicable only to any coverage extended in respect of the deletion of sub-paragraph (a) of War, Hi-jacking and Other Perils Exclusion Clause AVN48B:

Coverage shall not include liability for damage to any form of property on the ground situated outside Canada and the United States of America unless caused by or arising out of the use of aircraft.

3. LIMITATION OF LIABILITY

The limit of the Company's liability in respect of the coverage provided by this Endorsement shall be US\$ 25,000,000. or the applicable policy limit, whichever the lesser, any one occurrence and in the annual aggregate (the "sub-limit"). This sub-limit shall apply within the full policy limit and not in addition thereto.

To the extent coverage is afforded to an Insured under the policy, this sub-limit shall not apply to such Insured's liability:

- (a) to the passengers (and for their baggage and personal effects) of any aircraft operator to whom the policy affords cover for liability to its passengers arising out of its operation of aircraft;
- (b) for cargo and mail while it is on board the aircraft of any aircraft operator to whom the policy affords cover for liability for such cargo and mail arising out of its operations of aircraft.

Notwithstanding any other liability for which coverage is afforded under this policy, coverage provided under this Endorsement shall apply solely to the following:

COVERAGES A, B, C AND D AS STATED UNDER INSURING AGREEMENT, PARAGRAPH I, LIABILITY COVERAGES AND SPECIAL INSURING AGREEMENT I, TEMPORARY USE OF SUBSTITUTE AIRCRAFT

4. AUTOMATIC TERMINATION

To the extent provided below, coverage extended by this Endorsement shall TERMINATE AUTOMATICALLY in the following circumstances:

(i) All Coverage

- upon the outbreak of war (whether there be a declaration of war or not) between any two or more of the following countries: France, the People's Republic of China, the Russian Federation, the United Kingdom, the United States of America;

- (ii) Any coverage extended in respect of the deletion of sub-paragraph (a) of War, Hi-jacking and Other Perils Exclusion Clause AVN48B

- upon the hostile detonation of any weapon of war employing atomic or nuclear fission and/or fusion or other like reaction or radioactive force or matter wheresoever or whensoever such detonation may occur and whether or not the insured aircraft may be involved;

- (iii) All coverage in respect of any of the insured aircraft requisitioned for either title or use

- upon such requisition.

PROVIDED THAT if an insured aircraft is in the air when (i), (ii) or (iii) occurs, then the coverage provided by this Endorsement (unless otherwise cancelled, terminated or suspended) shall continue in respect of such an aircraft until completion of its first landing thereafter and any passengers have disembarked.

5. REVIEW AND CANCELLATION

- (a) Review of Premium and/or Geographical Limits (7 Days)

The Company or its Aviation Managers may give notice to review premium and/or geographical limits - such notice to become effective on the expiry of seven days from 23.59 hours G.M.T. on the day on which notice is given.

- (b) Limited Cancellation (48 hours)

Following a hostile detonation as specified in paragraph 4. (ii) above, the Company or its Aviation Managers may give notice of cancellation of one or more parts of the coverage provided by paragraph 1. of this Endorsement by reference to sub-paragraphs (c), (d), (e), (f) and/or (g) of War, Hi-jacking and Other Perils Exclusion Clause AVN48B - such notice to become effective on the expiry of forty-eight hours from 23.59 hours G.M.T. on the day on which notice is given.

- (c) Cancellation (7 Days)

The coverage provided by this Endorsement may be cancelled by either the Company, its Aviation Managers or the Insured by giving notice to become effective on the expiry of seven days from 23.59 hours G.M.T. on the day on which such notice is given.

- (d) Notices

All notices referred to herein shall be in writing.

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 25

Date of Issue JULY 11, 2008 (njm)

By 
(Authorized Representative)

WAR, HI-JACKING, EXTORTION AND OTHER PERILS EXTENDED COVERAGE ENDORSEMENT

In consideration of additional premium of \$ INCLUDED, and notwithstanding anything in the policy to the contrary, this endorsement provides the coverages shown below:

AIRCRAFT AS AGREED FOR WHICH A PREMIUM HAS BEEN PAID.

SECTION ONE - LOSS OF OR DAMAGE TO AIRCRAFT

Subject to the terms, conditions and limitations set out below, this endorsement covers physical **loss** of or damage to the **aircraft** specified in the Declarations caused by:

- (a) War, invasion, acts of foreign enemies, hostilities (whether war be declared or not), civil war, rebellion, revolution, insurrection, martial law, military or usurped power or attempts at usurpation of power;
- (b) Strikes, riots, civil commotions or labor disturbances;
- (c) Any act of one or more persons, whether or not agents of a sovereign power, for political or terrorist purposes and whether the **loss** or damage resulting therefrom is accidental or intentional;
- (d) Any malicious act or act of sabotage;
- (e) Confiscation, nationalization, seizure, restraint, detention, appropriation, requisition for title or use by or under the order of any Government, (whether civil, military, or de facto) or public or local authority;
- (f) Hi-jacking or any unlawful seizure or wrongful exercise of control of the **aircraft** or **crew in flight** (including any attempt at such seizure or control) made by any person or persons on board the **aircraft** acting without the consent of the **Insured**.

Furthermore, this endorsement covers claims whilst the **aircraft** is outside the control of the **Insured** by reason of any of the above perils (a) through (f). The **aircraft** shall be deemed to have been restored to the control of the **Insured** on the safe return of the **aircraft** to the **Insured** at an airfield not excluded by the geographical limits of this endorsement and entirely suitable for the operation of the **aircraft** (such safe return shall require that the **aircraft** be parked with engines shut down and under no duress).

SECTION TWO - EXTORTION COVERAGE

The Company agrees to indemnify the **Insured** subject to the provisions below for any payment properly made in respect of threats against the **aircraft**, its **passengers**, or **crew**, made during the currency of this endorsement.

SECTION THREE - HI-JACKING EXPENSE COVERAGE

The Company agrees to indemnify the **Insured** subject to the provisions below, for any payment properly made in respect of extra expenses necessarily incurred following confiscation, etc. (as per Section One Clause (e)) or hi-jacking, etc. (as per Section One Clause (f)) of the **aircraft**.

SECTION FOUR - GENERAL EXCLUSIONS

This endorsement excludes **loss**, damage or expense caused by any of the following:

- (a) War (whether there be a declaration of war or not) between any of the following States: United Kingdom, United States of America, France, the Russian Federation, the People's Republic of China; nevertheless, if the **aircraft** is in the air when an outbreak of such war occurs, this exclusion shall not apply in respect of such **aircraft** until the said **aircraft** has completed its first landing thereafter;
- (b) Any detonation of any weapon of war employing atomic or nuclear fission and/or fusion, or other like reaction or radioactive force or matter, whether hostile or otherwise;
- (c) Any debt failure to provide bond or security or any other financial cause under court order or otherwise;
- (d) The repossession or attempted repossession of the **aircraft** either by any title holder or arising out of any contractual agreement to which any **insured** protected under this endorsement may be party;
- (e) Delay, loss of use, or except as specifically provided in Section Two, any other consequential **loss** whether following upon **loss** of or damage to the **aircraft** or otherwise;

SECTION FIVE - GENERAL CONDITIONS

1. With respect to the Coverages in Section Two and Three:
 - (a) The **Insured** is at all times responsible for ensuring that no arrangements of any kind are made which are not permitted by the proper authorities;
 - (b) The Limits of the Company's liability shall not exceed an amount equal to 90% of the Agreed Value of the **aircraft** (but not more than \$1,000,000.) for both Section Two and Section Three coverages combined;
 - (c) The **Insured** warrants the remaining 10% of such payments is not insured.
2. The **Insured** shall use all reasonable efforts to ensure that he complies with the laws (local and otherwise) of any country within whose jurisdiction the **aircraft** may be and to obtain all permits necessary for the lawful operation of the **aircraft**.

SECTION SIX - SUSPENSION, AUTOMATIC SUSPENSION AND AMENDMENT OF TERMS

Amendment of Terms:

1. The Company may give notice effective on the expiry of seven days from midnight G.M.T. on the day on which notice is issued, to review the rate of premium and/or geographical limits.
2. Automatic Suspension:

Whether or not such notice of suspension has been given, this insurance shall SUSPEND AUTOMATICALLY upon the outbreak of war (whether there be a declaration of war or not) between any one of the following countries, namely, the United Kingdom, United States of America, France, the Russian Federation, or the People's Republic of China.
3. Suspension by Notice:
 - (a) This insurance may be suspended by the Company or the **Insured** giving notice not less than seven days prior to the end of each period of three months from inception.

PROVIDED THAT if the **aircraft** is in the air when such outbreak of war occurs then this insurance, subject to its terms and conditions and provided not otherwise cancelled, terminated or suspended, will be continued in respect of such **aircraft** until the said **aircraft** has completed its first landing thereafter.
 - (b) Upon the hostile detonation of any weapon of war employing atomic or nuclear fission and/or fusion or other like reaction or radioactive force of matter wheresoever or whensoever such detonation may occur and whether or not the insured **aircraft** may be involved.

COVERAGE AS PROVIDED UNDER THIS ENDORSEMENT SHALL EXCLUDE ALL REQUIREMENTS OF THE TERRORISM RISK INSURANCE ACT OF 2002.

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 26

Date of Issue JULY 11, 2008 (njm)

By 
(Authorized Representative)

ASBESTOS EXCLUSION ENDORSEMENT

This policy does not cover any claims of any kind whatsoever directly or indirectly relating to, arising out of or in consequence of:

1. The actual, alleged or threatened exposure to or presence of asbestos in any form whatsoever, including, but not limited to, asbestos fibers or asbestos dust, or any material or product containing, or alleged to contain, asbestos; or
2. Any obligations, request, demand, order, or statutory or regulatory requirement that any **Insured** or others test for, monitor, clean up, remove, contain, treat, neutralize, protect against or in any other way respond to the actual, alleged or threatened exposure to or presence of asbestos in any form whatsoever, including, but not limited to, asbestos fibers or asbestos dust, or any material or product containing, or alleged to contain, asbestos.

However, the exclusion shall not apply to any claim for asbestos exposure caused by or resulting from a crash, fire, explosion, or collision or a recorded in flight emergency causing abnormal aircraft operations.

Notwithstanding any other provisions of this Policy, Insurers will have no duty to investigate, defend or pay defense costs in respect of any claim excluded in whole or in part under paragraphs 1. or 2. hereof.

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 27

Date of Issue JULY 11, 2008 (njm)

By 
(Authorized Representative)

NOISE AND POLLUTION AND OTHER PERILS EXCLUSION CLAUSE

This policy is amended as follows:

In the event any of the provisions of this endorsement are in conflict with any provisions, exclusions, conditions or terms forming part of this policy, this endorsement shall take precedence.

1. This policy does not cover claims directly or indirectly occasioned by, happening through or in consequence of:
 - (a) noise (whether audible to the human ear or not), vibration, sonic boom and any phenomena associated therewith,
 - (b) pollution and contamination of any kind whatsoever,
 - (c) electrical and electromagnetic interference,
 - (d) interference with the use of property;unless caused by or resulting in a crash, fire, explosion or collision or a recorded in-flight emergency causing abnormal aircraft operation.
2. With respect to any provision in the policy concerning any duty of the Company to investigate or defend claims, such provision shall not apply and the Company shall not be required to defend:
 - (a) claims excluded by paragraph 1., or
 - (b) a claim or claims covered by the policy when combined with any claims excluded by paragraph 1. (referred to below as "Combined Claims").
3. In respect of any Combined Claims, the Company shall (subject to proof of loss and the limits of the policy) reimburse the Insured for that portion of the following items which may be allocated to the claims covered by the policy:
 - (a) damages awarded against the Insured and
 - (b) defense fees and expenses incurred by the Insured.
4. Nothing herein shall override any radioactive contamination or other exclusion clause attached to or forming part of this policy.

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 28

Date of Issue JULY 11, 2008 (njm)

By 
(Authorized Representative)

AVN46B (1/02)

NUCLEAR RISKS EXCLUSION CLAUSE

This policy is amended as follows:

In the event any of the provisions of this endorsement are in conflict with any provisions, exclusions, conditions or terms forming part of this policy, this endorsement shall take precedence.

1. This policy does not cover:

- (i) loss or destruction of or damage to any property whatsoever or any loss or expense whatsoever resulting or arising therefrom or any consequential loss
- (ii) any legal liability of whatsoever nature

directly or indirectly caused by or contributed to by or arising from:

- (a) the radioactive, toxic, explosive or other hazardous properties of any explosive nuclear assembly or nuclear component thereof;
- (b) the radioactive properties of, or a combination of radioactive properties with toxic, explosive or other hazardous properties of, any other radioactive material in the course of carriage as cargo, including storage or handling incidental thereto;
- (c) ionizing radiations or contamination by radioactivity from, or the toxic, explosive or other hazardous properties of, any other radioactive source whatsoever.

2. It is understood and agreed that such radioactive material or other radioactive source in paragraph 1. (b) and (c) above shall not include:

- (i) depleted uranium and natural uranium in any form;
- (ii) radioisotopes which have reached the final stage of fabrication so as to be usable for any scientific, medical, agricultural, commercial, educational or industrial purpose.

3. This policy, however, does not cover loss of or destruction of or damage to any property or any consequential loss or any legal liability of whatsoever nature with respect to which:

- (i) the Insured under this policy is also an insured or an additional insured under any other insurance policy, including any nuclear energy liability policy; or
- (ii) any person or organization is required to maintain financial protection pursuant to legislation in any country; or
- (iii) the Insured under this policy is, or had this policy not been issued would be, entitled to indemnification from any government or agency thereof.

4. Loss, destruction, damage, expense or legal liability in respect of the nuclear risks not excluded by reason of paragraph 2. shall (subject to all other terms, conditions, limitations, warranties and exclusions of this policy) be covered, provided that:

- (i) in the case of any claim in respect of radioactive material in the course of carriage as cargo, including storage or handling incidental thereof, such carriage shall in all respects have complied with the full International Civil Aviation Organization "Technical Instructions for the Safe Transport of Dangerous Goods by Air", unless the carriage shall have been subject to any more restrictive legislation, when it shall in all respects have complied with such legislation;
- (ii) this policy shall only apply to an incident happening during the period of this policy and where any claim by the Insured against the Company or by any claimant against the Insured arising out of such incident shall have been made within three years after the date thereof;
- (iii) in the case of any claim for the loss of or destruction of or damage to or loss of use of an aircraft caused by or contributed to by radioactive contamination, the level of such contamination shall have exceeded the maximum permissible level set out in the following scale:

<u>Emitter</u>	<u>Maximum permissible level of non-fixed radioactive surface contamination (Averaged over 300 cm²)</u>
(IAEA Health and Safety Regulations)	
Beta, gamma and low toxicity alpha emitters	Not exceeding 4 becquerels / cm ² (10 ⁻⁴ microcuries / cm ²)
All other alpha emitters	Not exceeding 0.4 becquerels / cm ² (10 ⁻⁵ microcuries / cm ²)

- (iv) the cover afforded hereby may be cancelled at any time by the Company giving seven days' notice of cancellation.

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International Insurance Company of Puerto Rico

Endorsement No. 29

Date of Issue JULY 11, 2008 (njm)

By 
(Authorized Representative)

GEORGIA AMENDATORY ENDORSEMENT

Wherever used in this endorsement: 1) "we", "us", "our", and "Insurer" mean the insurance company which issued this policy; and 2) "you", "your", "Named Insured", "First Named Insured", and "Insured" mean the Named Corporation, Named Organization, Named Sponsor, Named Insured, or Insured stated in the Declarations page; and 3) "Other Insured(s)" means all other persons or entities afforded coverage under the policy.

CANCELLATION / NONRENEWAL

A) The cancellation condition of this policy is replaced by the following:

1. The First Named Insured shown in the Declarations may cancel this policy by mailing or delivering to the Insurer advance written notice of cancellation stating a future date on which this policy is to be cancelled, subject to the following:
 - a) If by statute, regulation or contract this notice must be given to a governmental agency, mortgagee or other third party, the Insurer will mail or deliver notice to the third party at least ten (10) days before the effective date of cancellation. The First Named Insured agrees to mail or deliver a notice to the Insurer at least fifteen (15) days in advance of cancellation.
 - b) If only the interest of the First Named Insured is affected, the effective date of cancellation will be either the date we receive notice from the First Named Insured or the date specified in the notice, whichever is later. However, upon receiving a written notice of cancellation from the First Named Insured, we may waive the requirement that the notice state the future date of cancellation, by confirming the date and time of cancellation in writing to the First Named Insured.

B) The following is added to the cancellation condition and supersedes any other provisions to the contrary:

If the Insurer decides to:

1. Cancel or nonrenew this policy; or
2. Increase current policy premium by more than 15% (other than any increase due to change in risk, exposure or experience modification or resulting from an audit of auditable coverages); or
3. Change any policy provision which would limit or restrict coverage;

Then:

The Insurer will mail or deliver notice of our action (including the dollar amount of any increase in renewal premium of more than 15%) to the First Named Insured and lienholder, if any, at the last mailing address known to the Insurer. The Insurer will mail or deliver notice at least:

1. Ten (10) days before the effective date of cancellation if this policy has been in effect less than sixty (60) days or if the Insurer cancels for nonpayment of premium; or

2. Forty-five (45) days before the effective date of cancellation if this policy has been in effect sixty (60) or more days and the Insurer cancels for a reason other than nonpayment of premium; or
3. Forty-five (45) days before the expiration date of this policy if the Insurer decides to nonrenew, increase the premium or limit or restrict coverage.

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of
Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International Insurance Company of Puerto Rico

Endorsement No. 30

Date of Issue JULY 11, 2008 (njm)

By 
(Authorized Representative)

DATE RECOGNITION EXCLUSION CLAUSE

This Policy does not cover any claim, damage, injury, loss, cost, expense or liability (whether in contract, tort, negligence, product liability, misrepresentation, fraud or otherwise) of any nature whatsoever arising from or occasioned by or in consequence of (whether directly or indirectly and whether wholly or partly):

- (a) the failure or inability of any computer hardware, software, integrated circuit, chip or information technology equipment or system (whether in the possession of the Insured or of any third party) accurately or completely to process, recognize, exchange or transfer year, date or time data or information in connection with any change of year, date or time;

whether on or before or after such change of year, date or time;

- (b) any implemented or attempted change or modification of any computer hardware, software, integrated circuit, chip or information technology equipment or system (whether in the possession of the Insured or of any third party) in anticipation of or in response to any such change of year, date or time, or any advice given or services performed in connection with any such change or modification;

- (c) any non-use or unavailability for use of any property or equipment of any kind whatsoever resulting from any act, failure to act or decision of the Insured or of any third party related to any such change of year, date or time;

and any provision in this Policy concerning any duty of the Company to investigate or defend claims shall not apply to any claims so excluded.

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International Insurance Company of Puerto Rico

Endorsement No. 31

Date of Issue JULY 11, 2008 (njm)

AVN2000A (1/02)

By 
(Authorized Representative)

EXCLUSION DELETION ENDORSEMENT

Physical Damage Coverage (Terrorism Risk Insurance Program Reauthorization Act of 2007)

In consideration of an additional premium of \$ INCLUDED , this policy is amended as follows:

Notwithstanding anything in the policy to the contrary, this endorsement provides the coverages shown below:

Exclusion Deletion

Endorsement UE1066 - entitled Terrorism Exclusion - Certified Acts - is hereby deleted from this policy except as to those aircraft listed below. The deletion of UE1066 shall in no way affect the provisions of the War, Hi-Jacking and Other Perils Clause (Aviation), Form No. AVN48B or any amendments thereto.

Registration Number	Make and Model	Year	Insured Value
	AIRCRAFT AS AGREED FOR WHICH A WAR HULL PREMIUM HAS BEEN PAID		

Coverage provided by this endorsement is subject to the terms, exclusions, conditions and limitations of the policy to which it is attached.

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of
Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 32

Date of Issue JULY 11, 2008 (njm)

UE857 (3/08)

By 
(Authorized Representative)

ADDITIONAL INSURED ENDORSEMENT

This policy is amended as follows:
AS RESPECTS N8NR, 1999 BELL 407

(Only the clause(s) indicated by an "X" shall apply.)

- ☐ The scheduled persons or organizations are included as additional **Insured**.
- ☐ The scheduled persons or organizations are the registered owner of _____ and are included as additional **Insured**.
- ☐ The scheduled persons or organizations are included as additional **Insured** but only as respects liability coverages.
- ☒ The scheduled persons or organizations are included as additional **Insured** under liability coverages, but only as respects operations of the **Named Insured**.
- ☐ The scheduled persons or organizations are included as additional **Insured** but only as respects operations of the **Named Insured**.
- ☐ Workmanship Exclusion - As respects the additional **Insured(s)** added hereunder, coverage does not apply to any **occurrence** arising from the design, manufacture, modification, repair, sale, or servicing of the **aircraft** or aircraft parts, other than ground handling by the additional Insured.

Schedule:

Name COBB GALLERIA
Address 300 GALLERIA PKWY
ATLANTA, GA 30339

Name
Address

Name
Address

Name
Address

All other provisions of this policy remain the same.

This endorsement becomes effective AUGUST 19, 2008 to be attached to and hereby made a part of
Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 33

Date of Issue 8/19/08 LAW

AV02 (3/05)

By



(Authorized Representative)

NAMED INSURED ENDORSEMENT

This policy is amended as follows:

The **Named Insured** and/or Address set forth on the Declarations is completed as follows:

IT IS AGREED THAT:

1. WITH RESPECT TO LIABILITY COVERAGE D. - BODILY INJURY AND PROPERTY DAMAGE INCLUDING PASSENGERS ARISING OUT OF THE OPERATIONS OF THE AIRCRAFT INSURED UNDER THIS POLICY THE FOLLOWING SHALL BE:

A. NAMED INSUREDS:

1. THE STATE OF GEORGIA, DEPARTMENTS OR AGENCIES WHEN SUED IN STATE COURT.
2. AUTHORITIES OF THE STATE OF GEORGIA WHEN SUED IN STATE OR FEDERAL COURT.

B. ADDITIONAL INSUREDS:

1. EMPLOYEES OF THE STATE OF GEORGIA EMPLOYED BY DEPARTMENTS OR AGENCIES WHILE ACTING WITHIN THE SCOPE OF THEIR DUTIES, BUT ONLY WHEN SUED IN FEDERAL COURT.
2. ALL EMPLOYEES OF AUTHORITIES OF THE STATE OF GEORGIA WHILE ACTING WITHIN THE SCOPE OF THEIR DUTIES, WHEN SUED IN FEDERAL COURT.
3. BOARD MEMBERS DESIGNATED BY STATE AGENCIES AND ENTITIES WHILE ACTING WITHIN THE SCOPE OF THEIR DUTIES, WHEN SUED IN FEDERAL COURT.
4. ELECTED OR APPOINTED MEMBERS OF STATE AGENCIES AND ENTITIES WHILE ACTING WITHIN THE SCOPE OF THEIR DUTIES, WHEN SUED IN FEDERAL COURT.
5. EMPLOYEES OF BOARD MEMBERS OF THE COUNTY PUBLIC HEALTH DEPARTMENT AND THE DEPARTMENT OF FAMILY AND CHILDREN SERVICES WHILE ACTING WITHIN THE SCOPE OF THEIR DUTIES, WHEN SUED IN FEDERAL COURT.
6. ANY ENTITY IN WHICH THE STATE IS OBLIGATED TO ENTER INTO A CONTRACTUAL RELATIONSHIP AND IF SUCH ENTITY HAS BEEN ENDORSED AS AN ADDITIONAL INSURED ON THE STATE'S AUTHORITY OR TORT POLICY.

2. FOR THE PURPOSE OF THIS POLICY AN "EMPLOYEE OF THE STATE OF GEORGIA" SHALL MEAN ANY PERSON WHO IS EMPLOYED BY AND RECEIVES COMPENSATION FROM ANY DEPARTMENT, BOARD, BUREAU, AGENCY, AUTHORITY OR OTHERWISE OR ANY GROUP OR INDIVIDUALS THAT ARE CLASSIFIED AS STATE EMPLOYEES BY LAW FOR INSURANCE PURPOSES AND PROVIDED THEY ARE ELIGIBLE FOR WORKERS' COMPENSATION COVERAGES UNDER THE LAW OF THE STATE OF GEORGIA.

NAMED INSURED ENDORSEMENT

3. THE RIGHTS, DUTIES AND PRIVILEGES OF THE NAMED INSURED SET FORTH IN THIS POLICY SHALL REMAIN WITH:

STATE OF GEORGIA, DOAS/RISK MANAGEMENT SERVICE,
200 PIEDMONT AVE, SUITE 1208, WEST TOWER, ATLANTA, GA 30034

ALL OTHER TERMS AND CONDITIONS, REMAIN UNCHANGED.

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of
Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 34

Date of Issue AUGUST, 2008 (njm)

AV353C (1/01) Page 2

By 
(Authorized Representative)

PREMIUM AMENDMENT

In consideration of ADDITIONAL premium of \$ INCLUDED, this policy is amended as follows:

(Only the item(s) indicated by an "X" shall apply.)

☒ The premium(s) set forth in the Declarations is amended as follows:

IT is agreed that paragraph (a) as shown in THE AUTOMATIC INSURANCE FOR INCREASED INSURED VALUE under the BROAD COVERAGE ENDORSEMENT is amended as follows;

(a) such increase in value is reported to the AVIATION MANAGERS within ninety (90) days of completion of such modification or additional equipment;

☐ The premium(s) set forth in Endorsement No. _____ is amended as follows:

☐ The above premium(s) is a ☐ Minimum and/or ☐ Deposit premium and is subject to adjustment as follows:


All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of
Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 35

Date of Issue AUGUST 28, 2008 (njm)

By 
(Authorized Representative)

DATE RECOGNITION LIMITED COVERAGE CLAUSE

Whereas the policy of which this endorsement forms part includes the Date Recognition Exclusion Clause (Clause AVN2000A), it is hereby understood and agreed that, subject to all terms and provisions of this endorsement, clause AVN2000A shall not apply:

1. to any accidental loss of or damage to an aircraft defined in the policy schedule ("Insured Aircraft");
2. to any sums which the Insured shall become legally liable to pay, and (if so required by the Policy) shall pay (including costs awarded against the Insured) in respect of:
 - a. accidental bodily injury, fatal or otherwise, to passengers caused by an accident to an Insured Aircraft; and/or
 - b. loss of or damage to baggage and personal articles of passengers, mail and cargo caused by an accident to an Insured Aircraft; and/or
 - c. accidental bodily injury, fatal or otherwise, and accidental damage to property caused by an Insured Aircraft or by any person or object falling therefrom.

PROVIDED THAT:

1. Coverage provided pursuant to this endorsement shall be subject to all terms, conditions, limitations, warranties, exclusions and cancellation provisions of the policy (except as specifically provided herein), and nothing in this endorsement extends coverage beyond that which is provided by the policy.
2. Nothing in this endorsement shall provide any coverage:
 - a. in respect of grounding of any aircraft; and/or
 - b. In respect of loss of use of any property unless it arises out of physical damage to or destruction of property in the accident giving rise to a claim under the policy.
3. The Insured agrees that it has an obligation to disclose in writing to the Insurers during the policy period any material facts relating to the Date Recognition Conformity of the Insured's operations, equipment and products.

All other provisions of this policy remain the same.

This endorsement becomes effective JULY 1, 2008 to be attached to and hereby made a part of Policy No. AV 3789913-01 issued to THE STATE OF GEORGIA

By American International South Insurance Company

Endorsement No. 36

Date of Issue AUGUST 28, 2008 (njm)

By 
(Authorized Representative)

AVN2001A (11/05)

POLICYHOLDER NOTICE

Thank you for purchasing insurance from a member company of American International Group, Inc. (AIG). The AIG member companies generally pay compensation to brokers and independent agents, and may have paid compensation in connection with your policy. You can review and obtain information about the nature and range of compensation paid by AIG member companies to brokers and independent agents in the United States by visiting our website at www.aigproducercompensation.com or by calling AIG at 1-800-706-3102.

POLICYHOLDER NOTICE

Thank you for purchasing insurance from a member company of American International Group, Inc. (AIG). The AIG member companies generally pay compensation to brokers and independent agents, and may have paid compensation in connection with your policy. You can review and obtain information about the nature and range of compensation paid by AIG member companies to brokers and independent agents in the United States by visiting our website at www.aigproducercompensation.com or by calling AIG at 1-800-706-3102.